

U.S.-Peru Trade Promotion Agreement Market Access Results

Scientific Equipment

Trade and Tariffs

This sector is defined by the Uruguay Round sector initiative on scientific equipment.

Scientific equipment accounted for approximately 1 percent of total U.S. industrial exports to Peru in 2004, totaling \$13 million. The top U.S. exports in this sector included spectrometers, telecommunication measuring devices, and automatic liquid and heat regulating devices. Peruvian tariffs range between 4 and 12 percent, with an average of 6.7 percent in 2004.

Peruvian exports to the United States totaled \$176 thousand in 2004, which is less than 1 percent of Peru's total industrial exports to the United States. Top Peruvian exports to the United States included spectrometers, measuring and checking instruments, and optical radiation equipment. The U.S. tariffs range between zero and 4 percent with an average of 2 percent. All Peruvian exports in this sector enter the United States duty-free under the Andean Trade Preference Act (ATPA) and Andean Trade Promotion and Drug Eradication Act (ATPDEA) tariff preferences.

Tariff Elimination

Overall, tariffs will be phased out according to four tariff elimination categories: immediate elimination, equal cuts over five years, equal cuts over 7 years, and equal cuts over 10 years.

For scientific equipment, all U.S. industrial exports will receive duty-free treatment immediately upon implementation of the agreement.

The United States agreed to consolidate all ATPA and ATPDEA tariff preferences into the final tariff elimination schedules. This means that all scientific equipment exports from Peru will continue to receive duty-free treatment.

Non-Tariff Barriers

As defined in the Chapter on Rules of Origin of the U.S.-Peru TPA, Peru will allow the importation of remanufactured goods. Peruvian tariffs on remanufactured goods from the United States will be eliminated over 10 years.