Appendix I

<u>Notes</u>

1. This Appendix contains modifications of the provisions of the AACOL pursuant to this Agreement. Subject to note 5 of the General Notes of Colombia, originating goods included in this Appendix are subject to the rates of duty set out in this Appendix in lieu of the rates of duty set out in Chapters 1 through 97 of the AACOL. Notwithstanding any tariff-rate quota provisions provided for elsewhere in the AACOL, originating goods shall be permitted entry into Colombia as provided in this Appendix. Furthermore, any quantity of goods imported from the United States under a tariff-rate quota provided in this Appendix shall not be counted toward the in-quota amount of any tariff-rate quota provided for such goods elsewhere in the AACOL.

2. The following provisions shall apply to agricultural goods as defined in Chapter Two (National Treatment and Market Access for Goods):

- (a) Colombia shall not apply any price band system to agricultural goods imported from the United States.
- (b) Colombia shall not apply any duty to an agricultural good imported from the United States higher than that provided in Colombia's Schedule to Annex 2.3.
- (c) If Colombia applies a duty described in subparagraph (d) that is lower than that provided for in subparagraph (b) to an agricultural good imported from any source, Colombia shall apply to such good imported from the United States, if subject to duties under this Agreement, the lesser of the duties described in subparagraph (d).
- (d) The duties referenced in subparagraph (c) shall include:
 - (i) the prevailing most-favored-nation duty applied to that good; and
 - (ii) the duty applied to that good pursuant to any preferential arrangement, unless such duty is applied pursuant to obligations expressly undertaken by Colombia before February 27, 2006 under an arrangement signed by Colombia before that date and not modified or further specified after that date.

Standard Quality Beef

Year	Quantity
	(Metric tons)
1	2,100
2	2,205
3	2,315
4	2,431
5	2,553
6	2,680
7	2,814
8	2,955
9	3,103
10	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category V in paragraph 3(g) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 02012000.B, 02013000.B, 02022000.B, and 02023000.B. For greater certainty, for prime and choice beef in AACOL provisions 02012000.A, 02013000.A, 02022000.A, and 02023000.A, duties shall be removed in accordance with the provisions of staging category A in Annex 2.3, paragraph 1(a). Prime and choice beef shall mean prime and choice grades of beef as defined in the United States Standards for Grades of Carcass Beef, promulgated pursuant to the *Agricultural Marketing Act of 1946* (7 U.S.C. §§ 1621-1627), as amended.

Variety Meats

Year	Quantity
	(Metric tons)
1	4,642
2	4,897
3	5,167
4	5,451
5	5,751

6	6,067
7	6,401
8	6,753
9	7,124
10	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category V in paragraph 3(g) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 02061000, 02062100, 02062200, 02062900, 05040010, 05040020, and 05040030.

Spent Fowl (Chickens)

Year	Quantity
	(Metric tons)
1	412
2	424
3	437
4	450
5	464
6	478
7	492
8	507
9	522
10	538
11	554
12	570
13	587
14	605
15	623
16	642
17	661
18	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category BB in paragraph 3(m) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 02071100.A and 02071200.A.

Chicken Leg Quarters

6. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	27,040
2	28,122
3	29,246
4	30,416
5	31,633
6	32,898
7	34,214
8	35,583
9	37,006
10	38,486
11	40,026
12	41,627
13	43,292
14	45,024
15	46,825
16	48,698
17	50,645
18	Unlimited

The quantities shall enter pursuant to the terms of an Export Trade Certificate (ETC), provided such ETC is approved pursuant to the provisions of the *Export Trading Company Act of 1982*, 15 U.S.C. §§ 4011-4021 (2000). There shall be no import licensing requirement for quantities allocated pursuant to the ETC. If

an ETC is not approved, the quantities shall be allocated in a manner to be established by mutual agreement of Colombia and the United States.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed as follows:
 - (i) for AACOL provisions 02071300.A and 02071400.A, in accordance with the provisions of staging category X in paragraph 3(i) of the General Notes of Colombia to Annex 2.3; and
 - (ii) for AACOL provision 16023200.A, in accordance with the provisions of staging category Y in paragraph 3(j) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions:
 02071300.A, 02071400.A, and 16023200.A. For greater clarity, subparagraphs
 (a) and (b) do not apply to mechanically separated meat, or other processed or blended products, derived in whole or in part from leg quarters.

Milk Powder

Year	Quantity
	(Metric tons)
1	5,500
2	6,050
3	6,655
4	7,321
5	8,053
6	8,858
7	9,744
8	10,718
9	11,790
10	12,969
11	14,266
12	15,692
13	17,261
14	18,987
15	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category D in Annex 2.3, paragraph 1(d).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 04021010, 04021090, 04022111, 04022119, 04022191, and 04022199.

Yogurt

8. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	110
2	121
3	133
4	146
5	161
6	177
7	195
8	214
9	236
10	259
11	285
12	314
13	345
14	380
15	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category D in Annex 2.3, paragraph 1(d).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 04031000.

Butter

9. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	550
2	605
3	666
4	732
5	805
6	886
7	974
8	1,072
9	1,179
10	1,297
11	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category T in Annex 2.3, paragraph 1(g).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 04051000, 04052000, 04059020, and 04059090.

Cheese

Year	Quantity
	(Metric tons)
1	2,310
2	2,541

3	2,795
4	3,075
5	3,382
6	3,720
7	4,092
8	4,502
9	4,952
10	5,447
11	5,992
12	6,591
13	7,250
14	7,975
15	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category D in Annex 2.3, paragraph 1(d).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 04061000, 04062000, 04063000, 04064000, 04069010, 04069020, 04069030, and 04069090.

Processed Dairy Products

Year	Quantity
	(Metric tons)
1	1,100
2	1,210
3	1,331
4	1,464
5	1,611
6	1,772
7	1,949
8	2,144
9	2,358
10	2,594



11	2,853
12	3,138
13	3,452
14	3,797
15	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category D in Annex 2.3, paragraph 1(d).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 19011010 and 19011090.

Ice Cream

12. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric Tons)
1	330
2	363
3	399
4	439
5	483
6	531
7	585
8	643
9	707
10	778
11	Unlimited

The quantities shall enter on a first-come, first-served basis.

(b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category T in Annex 2.3, paragraph 1(g).

(c) Subparagraphs (a) and (b) apply to the following AACOL provision: 21050000.

Dried Beans

(a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Quantity
(Metric tons)
15,750
16,538
17,364
18,233
19,144
20,101
21,107
22,162
23,270
Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category W in paragraph 3(h) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 07133190, 07133290, 07133391, 07133392, 07133399, 07133991, 07133992, and 07133999.

Yellow Corn

14. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	2,100,000
2	2,205,000

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3	2,315,250
4 5	2,431,013 2,552,563
6	2,680,191
7	2,814,201
8	2,954,911
9	3,102,656
10	3,257,789
11	3,420,679
12	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category N in paragraph 3(e) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 10059011.

White Corn

Year	Quantity
	(Metric tons)
1	136,500
2	143,325
3	150,491
4	158,016
5	165,917
6	174,212
7	182,923
8	192,069
9	201,673
10	211,756
11	222,344
12	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category N in paragraph 3(e) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 10059012.

Sorghum

16. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	21,000
2	22,050
3	23,153
4	24,310
5	25,526
6	26,802
7	28,142
8	29,549
9	31,027
10	32,578
11	34,207
12	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category N in paragraph 3(e) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 10070090.

Glucose

17. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and

Year	Quantity
	(Metric tons)
1	10,500
2	11,025
3	11,576
4	12,155
5	12,763
6	13,401
7	14,071
8	14,775
9	15,513
10	Unlimited

shall not exceed the quantity specified below for the United States in each such year:

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category C in Annex 2.3, paragraph 1(c).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 17023020 and 17023090.

Pet Food

Year	Quantity
	(Metric tons)
1	8,640
2	9,331
3	10,078
4	10,884
5	11,755
6	12,695
7	13,711
8	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category L in paragraph 3(c) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 23091090.

Animal Feeds

19. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	194,250
2	203,963
3	214,161
4	224,869
5	236,112
6	247,918
7	260,314
8	273,329
9	286,996
10	301,346
11	316,413
12	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category N in paragraph 3(e) of the General Notes of Colombia to Annex 2.3.
- (c) Subparagraphs (a) and (b) apply to the following AACOL provisions: 23099010, 23099020, and 23099090.

Rice

20. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (d) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons,
	milled equivalent
	basis)
1	79,000
2	82,555
3	86,270
4	90,152
5	94,209
6	98,448
7	102,879
8	107,508
9	112,346
10	117,402
11	122,685
12	128,205
13	133,975
14	140,003
15	146,304
16	152,887
17	159,767
18	166,957
19	Unlimited
17	

The quantities shall enter pursuant to the terms of an Export Trade Certificate (ETC), provided such ETC is approved pursuant to the provisions of the *Export Trading Company Act of 1982*, 15 U.S.C. §§ 4011-4021 (2000). There shall be no import licensing requirement for quantities allocated pursuant to the ETC. If an ETC is not approved, the quantities shall be allocated in a manner to be established by mutual agreement of Colombia and the United States.

(b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of

staging category Z in paragraph 3(k) of the General Notes of Colombia to Annex 2.3.

- (c) For purposes of calculating the quantities in subparagraph (a), metric tons of rough rice shall be converted to milled metric ton equivalents using a factor of 0.71 milled metric tons per 1.00 rough metric ton, and metric tons of brown rice shall be converted to milled metric ton equivalents using a factor of 0.89 milled metric tons per 1.00 brown metric ton.
- (d) Subparagraphs (a), (b), and (c) apply to the following AACOL provisions: 10061090, 10062000, 10063000, and 10064000.

Crude Soybean Oil

21. (a) The aggregate quantity of goods entered under the provision listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for the United States in each such year:

Year	Quantity
	(Metric tons)
1	31,200
2	32,448
3	33,746
4	35,096
5	36,500
6	37,960
7	39,478
8	41,057
9	42,699
10	Unlimited

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a), shall be removed in accordance with the provisions of staging category C in Annex 2.3, paragraph 1(c).
- (c) Subparagraphs (a) and (b) apply to the following AACOL provision: 15071000.