

Part 2

Section 1 Notes for Schedule of Japan

The terms and conditions in the following notes indicated with a serial number from 1 through 7 shall apply to originating goods of Thailand imported from Thailand specified with that number in Column 4 of the Schedule of Japan, in Section 2.

1. In accordance with paragraph 2 of Article 18, the Parties shall negotiate, in the fifth year, on issues such as improving market access conditions.
2. A tariff rate quota shall be applied in accordance with the following:
 - (a) The aggregate quota quantity shall be as follows, respectively:
 - (i) 4,000 metric tons for the first year;
 - (ii) 5,000 metric tons for the second year;
 - (iii) 6,000 metric tons for the third year;
 - (iv) 7,000 metric tons for the fourth year; and
 - (v) 8,000 metric tons for each year as from the fifth year.
 - (b) The in-quota rate of customs duty shall be zero per cent.
 - (c) For the purposes of subparagraphs (a) and (b), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party on the basis of the certificate issued by the exporting Party for each export. Upon request by either Party, the Parties shall consult as soon as possible to resolve any matter arising from the administration of the tariff rate quota.
3. A tariff rate quota shall be applied in accordance with the following:
 - (a) The aggregate quota quantity shall be as follows, respectively:
 - (i) 100 metric tons for the first year;
 - (ii) 150 metric tons for the second year;
 - (iii) 200 metric tons for the third year;
 - (iv) 250 metric tons for the fourth year; and
 - (v) 300 metric tons for each year as from the fifth year.
 - (b) The in-quota rate of customs duty shall be zero per cent.
 - (c) For the purposes of subparagraphs (a) and (b), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party on the basis of the certificate issued by the exporting Party for each export. Upon request by either Party, the Parties shall consult as soon as possible to resolve any matter arising from the administration of the tariff rate quota.
4. In accordance with paragraph 2 of Article 18, the Parties shall negotiate on issues such as improving market access conditions, in the fifth year or the year agreed upon by both Parties,

whichever comes first.

5. A tariff rate quota shall be applied in accordance with the following:
 - (a) The aggregate quota quantity shall be 1,200 metric tons for each year.
 - (b) The in-quota rate of customs duty shall be 16.0 per cent.
 - (c) For the purposes of subparagraphs (a) and (b), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party on the basis of the certificate issued by the exporting Party for each export. Upon request by either Party, the Parties shall consult as soon as possible to resolve any matter arising from the administration of the tariff rate quota.
6. A tariff rate quota shall be applied from the third year in accordance with the following:
 - (a) The aggregate quota quantity shall be as follows, respectively:
 - (i) 4,000 metric tons for the third year; and
 - (ii) 5,000 metric tons for each year as from the fourth year.
 - (b) The in-quota rate of customs duty shall be 7.65 yen per kilogram as from the first day of the third year.
 - (c) For the purposes of subparagraphs (a) and (b), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party. The tariff rate quota shall be administered by the importing Party and the aggregate quota quantity shall be allocated by the importing Party. Upon request by either Party, the Parties shall consult as soon as possible to resolve any matter arising from the administration of the tariff rate quota.
7. A tariff rate quota shall be applied in accordance with the following:
 - (a) The aggregate quota quantity shall be 200,000 metric tons for each year.
 - (b) The in-quota rate of customs duty shall be zero per cent.
 - (c) For the purposes of subparagraphs (a) and (b), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party. The tariff rate quota shall be administered by the importing Party and the aggregate quota quantity shall be allocated by the importing Party. Upon request by either Party, the Parties shall consult as soon as possible to resolve any matter arising from the administration of the tariff rate quota.

