

ANNEX 2-D

TARIFF SCHEDULE OF THE UNITED KINGDOM

GENERAL NOTES

1. The provisions of this Schedule are generally expressed in terms of the *Tariff of the United Kingdom* as established under the *Taxation (Cross-border Trade) Act 2018*, and the interpretation of the provisions of this Schedule, including the product coverage of subheadings of this Schedule, shall be governed by the Rules of Interpretation, Section Notes and Chapter Notes of the *Tariff of the United Kingdom*. To the extent that provisions of this Schedule are identical to the corresponding provisions of the *Tariff of the United Kingdom*, the provisions of this Schedule shall have the same meaning as the corresponding provisions of the *Tariff of the United Kingdom*. This Schedule is expressed in the tariff nomenclature used by the United Kingdom on September 1, 2021.
2. The base rates of customs duty set out in this Schedule reflect the United Kingdom's Most-Favoured-Nation (MFN) rates of duty in effect on September 1, 2021.
3. For the purposes of this Schedule, **year 1** means the period from January 1, 2023 through December 31, 2023. Each subsequent year refers to the twelve-month period which starts on January 1 of that year.
4. In this Schedule, rates of duty expressed in monetary units shall be rounded down to the nearest 0.01 of a British pound sterling.
5. The following staging categories shall apply to the elimination or reduction of customs duties by the United Kingdom pursuant to Article 2.4.2 (Elimination of Customs Duties):
 - (a) customs duties on originating goods provided for in the items in staging category EIF shall be eliminated entirely, and these goods shall be duty-free on the date of entry into force of this Agreement for the United Kingdom;
 - (b) customs duties on originating goods provided for in the items in staging category B5 shall be eliminated in five annual stages, and these goods shall be duty-free effective January 1 of year 5;
 - (c) customs duties on originating goods provided for in the items in staging category B7 shall be eliminated in seven annual stages, and these goods shall be duty-free effective January 1 of year 7;

- (d) customs duties on originating goods provided for in the items in staging category B8 shall be eliminated in eight annual stages, and these goods shall be duty-free effective January 1 of year 8;
- (e) customs duties on originating goods provided for in the items in staging category B10 shall be eliminated in ten annual stages, and these goods shall be duty-free effective January 1 of year 10;
- (f) customs duties on originating goods provided for in the items in staging category B11 shall be eliminated in eleven annual stages, and these goods shall be duty-free effective January 1 of year 11;
- (g) customs duties on originating goods provided for in the items in staging category C2 shall remain at the base rate through December 31 of year 1. The customs duties on these goods shall be eliminated and these goods shall be duty-free effective January 1 of year 2;
- (h) customs duties on originating goods provided for in the items in staging category C3 shall remain at the base rate through December 31 of year 2. The customs duties on these goods shall be eliminated and these goods shall be duty-free effective January 1 of year 3;
- (i) customs duties on originating goods provided for in the items in staging category C5 shall remain at the base rate through December 31 of year 4. The customs duties on these goods shall be eliminated and these goods shall be duty-free effective January 1 of year 5;
- (j) customs duties on originating goods provided for in the items in staging category C8 shall remain at the base rate through December 31 of year 7. The customs duties on these goods shall be eliminated and these goods shall be duty-free effective January 1 of year 8;
- (k) customs duties on originating goods provided for in the items in staging category C15 shall remain at the base rate through December 31 of year 14. The customs duties on these goods shall be eliminated and these goods shall be duty-free effective January 1 of year 15;
- (l) customs duties on originating goods provided for in the items in staging category C16-AU:

- (i) shall remain at the base rate under this Agreement until December 31 of year 10 of the United Kingdom's Schedule to Annex 2A (Tariff Commitments) of the *Free Trade Agreement between the United Kingdom of Great Britain and Northern Ireland and Australia*, done at London on December 16, 2021 and at Adelaide on December 17, 2021 (UK's Tariff Schedule under the UK-Australia FTA);
- (ii) shall remain at the base rate under this Agreement from January 1 of year 11 of the UK's Tariff Schedule under the UK-Australia FTA to December 31 of year 15 of the UK's Tariff Schedule under the UK-Australia FTA, except that if a good classified under the same tariff item as the originating good is:
 - (A) free of customs duty under the UK's Tariff Schedule under the UK-Australia FTA;
 - (B) not subject to a bilateral safeguard measure under Section D of Chapter 3 (Trade Remedies) of the *Free Trade Agreement between the United Kingdom of Great Britain and Northern Ireland and Australia*, done at London on December 16, 2021 and at Adelaide on December 17, 2021 (UK-Australia FTA); and
 - (C) not subject to a product specific safeguard measure under Part 2B-3 (Product Specific Safeguard Measures) of the UK's Tariff Schedule under the UK-Australia FTA,these originating goods shall be duty-free under this Agreement;
- (iii) shall be eliminated and these goods shall be duty-free under this Agreement from January 1 of year 16 of the UK's Tariff Schedule under the UK-Australia FTA;
- (m) customs duties on originating goods provided for in the items in staging category C16-NZ:
 - (i) shall remain at the base rate under this Agreement until December 31 of year 10 of the United Kingdom's Schedule to Annex 2A (Tariff Commitments) of the *Free Trade Agreement between the United Kingdom of Great Britain and Northern Ireland and New Zealand*, done

at London on February 28, 2022 (UK's Tariff Schedule under the UK-New Zealand FTA);

(ii) shall remain at the base rate under this Agreement from January 1 of year 11 of the UK's Tariff Schedule under the UK-New Zealand FTA to December 31 of year 15 of the UK's Tariff Schedule under the UK-New Zealand FTA, except that if a good classified under the same tariff item as the originating good is:

(A) free of customs duty under the UK's Tariff Schedule under the UK-New Zealand FTA;

(B) not subject to a bilateral safeguard measure under Section D of Chapter 8 (Trade Remedies) of the UK-New Zealand FTA; and

(C) not subject to a product specific safeguard measure under Part 2B-3 (Product Specific Safeguard Measures) of the UK's Tariff Schedule under the UK-New Zealand FTA,

these originating goods shall be duty-free under this Agreement;

(iii) shall be eliminated and these goods shall be duty-free under this Agreement from January 1 of year 16 of the UK's Tariff Schedule under the UK-New Zealand FTA;

(n) customs duties on originating goods provided for in the items in staging category C21-NZ:

(i) shall remain at the base rate under this Agreement until December 31 of year 15 of the UK's Tariff Schedule under the UK-New Zealand FTA;

(ii) shall remain at the base rate under this Agreement from January 1 of year 16 of the UK's Tariff Schedule under the UK-New Zealand FTA to December 31 of year 20 of the UK's Tariff Schedule under the UK-New Zealand FTA, except that if a good classified under the same tariff item as the originating good is:

(A) free of customs duty under the UK's Tariff Schedule under the UK-New Zealand FTA; and

(B) not subject to a bilateral safeguard measure under Section D of Chapter 8 (Trade Remedies) of the UK-New Zealand FTA,

these originating goods shall be duty-free under this Agreement;

(iii) shall be eliminated and these goods shall be duty-free under this Agreement from January 1 of year twenty-one of the UK's Tariff Schedule under the UK-New Zealand FTA;

(o) customs duties on originating goods provided for in the items in staging category R1 shall be reduced to 62.00 GBP/1000kg on the date of entry into force of this Agreement for the United Kingdom and remain at that rate each subsequent year;

(p)

(i) customs duties on originating goods provided for in the items in staging category R1-PE shall be reduced to 62.00 GBP/1000kg on the date of entry into force of this Agreement for the United Kingdom and remain at that rate each subsequent year.

(ii) Notwithstanding subparagraph (i), if the United Kingdom applies a rate of customs duty other than an in-quota rate of customs duty to goods classified under tariff item 0803.90.10 imported from Brazil, Costa Rica, Guatemala, Honduras, Nicaragua, Panama, El Salvador, Venezuela or from Andean Community Member countries which is less than 62.00 GBP/1000kg, then the United Kingdom shall apply to originating goods from Peru classified under tariff item 0803.90.10 the lowest rate of those customs duties;

(q)

(i) customs duties on originating goods provided for in the items in staging category R1-MX shall be reduced to 62.00 GBP/1000kg on the date of entry into force of this Agreement for the United Kingdom and remain at that rate each subsequent year.

(ii) Notwithstanding subparagraph (i), if the United Kingdom applies a rate of customs duty other than an in-quota rate of customs duty to goods classified under tariff item 0803.90.10 imported from Brazil, Costa Rica, Guatemala, Honduras, Nicaragua, Panama, El Salvador, Venezuela or from Andean Community Member countries which is less than 62.00

GBP/1000kg, then the United Kingdom shall apply to originating goods from Mexico classified under tariff item 0803.90.10 the lowest rate of those customs duties;

- (r) customs duties on originating goods provided for in the items in staging category MFN shall be at the most-favoured-nation rate of customs duties in effect at the time of import; and
- (s) customs duties on originating goods provided for in the items in staging category CSQ shall be governed by the terms of the CSQ applicable to that tariff item, as outlined in Appendix A (Tariff Rate Quotas of the United Kingdom) to the United Kingdom's Schedule to Annex 2-D.

6. The annual stages referred to in paragraph 5 for the elimination or reduction of customs duties shall be equal, annual stages, except as otherwise provided in paragraph 5.

7. In implementing the commitment on goods in staging category C16-AU provided for in this Schedule, the United Kingdom and Australia agree that, if a good enters the United Kingdom free of customs duty under paragraph 5(1)(ii), the importation of that good may be taken into account for the purposes of:

- (a) determining whether a bilateral safeguard measure may be applied under Section D of Chapter 3 (Trade Remedies) of the UK-Australia FTA in respect of goods classified under the same tariff item; and
- (b) calculating whether the annual aggregate trigger quantity has been exceeded for PSS 1 or PSS 2 goods under Part 2B-3 (Product Specific Safeguard Measures) of the UK's Tariff Schedule under the UK-Australia FTA.

8. In implementing the commitment on goods in staging category C16-NZ or C21-NZ provided for in this Schedule, the United Kingdom and New Zealand agree that, if a good enters the United Kingdom free of customs duty under paragraph 5(m)(ii) or 5(n)(ii), the importation of that good may be taken into account for the purposes of:

- (a) determining whether a bilateral safeguard measure may be applied under Section D of Chapter 8 (Trade Remedies) of the UK-New Zealand FTA in respect of goods classified under the same tariff item; and
- (b) In the case of goods in staging category C16-NZ, calculating whether the annual aggregate trigger quantity has been exceeded for PSS-1 goods under Part 2B-3

(Product Specific Safeguard Measures) of the UK's Tariff Schedule under the UK-New Zealand FTA.