



ANNEX 3-A

ELIMINATION OF CUSTOMS DUTIES

SECTION 1

CHILE'S TARIFF SCHEDULE

GENERAL NOTES

1. The tariff schedule in this Section contains the following four columns:
 - (a) HS: the code used in the nomenclature of the Harmonized System 2017;
 - (b) Description: description of the product falling under the HS;
 - (c) Base Rate: the most-favoured-nation (MFN) customs duty rate applied on 1 March 2017 from which the tariff reduction and/or elimination program starts; and
 - (d) Category: the category under which the product concerned falls for the purposes of tariff reduction and/or elimination.
2. For the purposes of implementing equal annual instalments, the following shall apply:
 - (a) the first stage of tariff reduction shall take place on the date of entry into force of this Agreement; and
 - (b) the subsequent annual reductions shall take place on 1 January of each following year.
3. The categories which are applicable to imports into Chile originating in Indonesia are the following:
 - (a) "**EIF**": customs duties shall be eliminated entirely and such goods shall be duty-free on the date this Agreement enters into force. The margin of preference is as follows:

Category	Entry into force
EIF	100%

- (b) "**NT1**": customs duties shall be eliminated in five equal annual stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective from 1 January of Year 4. Each margin of preference is as follows:



Category	Entry into force	Year 1	Year 2	Year 3	Year 4
NT1	20%	40%	60%	80%	100%

- (c) "NT2": customs duties shall be eliminated in seven equal annual stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective from 1 January of Year 6. Each margin of preference is as follows:

Category	Entry into force	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6
NT2	14.3%	28.6%	42.9%	57.1%	71.4%	85.7%	100%

- (d) "SL": customs duties shall be reduced in accordance with the following timetable:

Category	Entry into force to Year 3	Year 4 to Year 5	Year 6 to Year 7	Year 8 to Year 9	Year 10
SL	10%	20%	30%	40%	50%

Such goods shall benefit from a margin of preference of 50% of the base rate, effective from 1 January of Year 10.

- (e) "EX": these tariff lines shall be excluded from any commitment of elimination and/or reduction of customs duties.

4. The reduced duties calculated for *ad valorem* duties shall be applied rounded to the first decimal place according to the following formula:

- (a) in the case of the second decimal place is less than 5, the first decimal place remains unchanged (e.g. 0.04% will be rounded to 0%); and
- (b) in the case of the second decimal place is equal to or more than 5, the first decimal place will be increased by one (e.g. 0.05% will be rounded to 0.1%).



SECTION 2

INDONESIA'S TARIFF SCHEDULE

GENERAL NOTES

1. The tariff schedule in this Section contains the following four columns:
 - (a) HS: the code used in the nomenclature of the Harmonized System 2017;
 - (b) Description: description of the product falling under the HS;
 - (c) Base Rate: the most-favoured-nation (MFN) customs duty rate applied on 1 March 2017 from which the tariff reduction and/or elimination program starts; and
 - (d) Category: the category under which the product concerned falls for the purposes of tariff reduction and/or elimination.

2. For the purposes of implementing equal annual instalments, the following shall apply:
 - (a) the first stage of tariff reduction shall take place on the date of entry into force of this Agreement; and
 - (b) the subsequent annual reductions shall take place on 1 January of each following year.

3. The categories which are applicable to imports into Indonesia originating in Chile are the following:
 - (a) "**EIF**": customs duties shall be eliminated entirely and such goods shall be duty-free on the date this Agreement enters into force. The margin of preference is as follows:

Category	Entry into force
EIF	100%

- (b) "**NT1**": customs duties shall be eliminated in five equal annual stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective from 1 January of Year 4. Each margin of preference is as follows:



Category	Entry into force	Year 1	Year 2	Year 3	Year 4
NT1	20%	40%	60%	80%	100%

- (c) **"NT2"**: customs duties shall be eliminated in seven equal annual stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective from 1 January of Year 6. Each margin of preference is as follows:

Category	Entry into force	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6
NT2	14.3%	28.6%	42.9%	57.1%	71.4%	85.7%	100%

- (d) **"NT3"**: customs duties shall be eliminated in ten equal annual stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective from 1 January of Year 9. Each margin of preference is as follows:

Category	Entry into force	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9
NT3	10%	20%	30%	40%	50%	60%	70%	80%	90%	100%

- (e) **"SL1"**: customs duties shall be reduced in accordance with the following timetable:

Category	Entry into force to Year 4	Year 5 to Year 8	Year 9
SL1	10%	20%	30%

Such goods shall benefit from a margin of preference of 30% of the base rate, effective from 1 January of Year 9.

- (f) **"SL2"**: customs duties shall be reduced in accordance with the following timetable:

Category	Entry into force to Year 3	Year 4 to Year 5	Year 6 to Year 7	Year 8 to Year 9	Year 10
SL2	10%	20%	30%	40%	50%



Such goods shall benefit from a margin of preference of 50% of the base rate, effective from 1 January of Year 10.

- (g) **"HSL1"**: customs duties shall be reduced in accordance with the following timetable;

Category	Entry into force to Year 2	Year 3 to Year 4	Year 5 to Year 7	Year 8 to Year 10	Year 11
HSL1	5%	10%	15%	20%	25%

Such goods shall benefit from a margin of preference of 25% of the base rate, effective from 1 January of Year 11.

- (h) **"HSL2"**: customs duties shall be reduced in accordance with the following timetable:

Category	Entry into force to Year 2	Year 3 to Year 5	Year 6 to Year 8	Year 9 to Year 11	Year 12
HSL2	7%	14%	21%	28%	35%

Such goods shall benefit from a margin of preference of 35% of the base rate, effective from 1 January of Year 12.

- (i) **"EX"**: these tariff lines shall be excluded from any commitment of elimination and/or reduction of customs duties.

4. The reduced duties calculated for *ad valorem* duties shall be applied rounded to the first decimal place according to the following formula:

- (a) in the case of the second decimal place is less than 5, the first decimal place remains unchanged (e.g. 0.04% will be rounded to 0%); and
- (b) in the case of the second decimal place is equal to or more than 5, the first decimal place will be increased by one (e.g. 0.05% will be rounded to 0.1%).