

**APPENDIX 2-B-1
UNITED STATES**

1. This Appendix sets out modifications to the Harmonized Schedule of the United States (HTSUS) that reflect the tariff rate quotas (TRQs) that the United States shall apply to certain originating goods under this Agreement. In particular, originating goods of Korea included under this Appendix shall be subject to the rates of duty set out in this Appendix in lieu of the rates of duty specified in Chapters 1 through 97 of the HTSUS. Notwithstanding any other provision of the HTSUS, originating goods of Korea in the quantities described in this Appendix shall be permitted entry into the territory of the United States as provided in this Appendix. Furthermore, any quantity of originating goods imported from Korea under a TRQ provided for in this Appendix shall not be counted toward the in-quota amount of any TRQ provided for such goods elsewhere in the HTSUS.

2. Unless otherwise provided in this Appendix, the United States shall administer all TRQs provided for in this Agreement on a first-come, first-served basis.

State Trading Enterprise

3. The United States may require an originating good of Korea to be imported, purchased, or distributed in its territory by a state trading enterprise only if, and on such terms and conditions as, the Parties may agree.

Dairy Products Described in Additional U.S. Note 1 to Chapter 4 of the HTSUS

4. (a) The aggregate quantity of originating goods of Korea described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric tons) |
|------|---------------------------|
| 1 | 300 |
| 2 | 309 |
| 3 | 318 |
| 4 | 328 |
| 5 | 338 |
| 6 | 348 |
| 7 | 358 |
| 8 | 369 |
| 9 | 380 |
| 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 staging category G as described in paragraph 1(g) of Annex 2-B (Tariff Elimination).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions: AG04022950, AG04029990, AG04031050, AG04039095, AG04041015, AG04049050, AG04052070, AG15179060, AG17049058, AG18062082, AG18062083, AG18063270, AG18063280, AG18069008, AG18069010, AG19011040, AG19011085, AG19012015, AG19012050, AG19019043, AG19019047, AG21050040, AG21069009, AG21069066, AG21069087, and AG22029028.

Table 1

| <u>Heading</u> | <u>Article Description</u> |
|----------------|--------------------------------------|
| AG04022950 | Provided for in tariff item 04022950 |
| AG04029990 | Provided for in tariff item 04029990 |
| AG04031050 | Provided for in tariff item 04031050 |
| AG04039095 | Provided for in tariff item 04039095 |
| AG04041015 | Provided for in tariff item 04041015 |
| AG04049050 | Provided for in tariff item 04049050 |
| AG04052070 | Provided for in tariff item 04052070 |
| AG15179060 | Provided for in tariff item 15179060 |
| AG17049058 | Provided for in tariff item 17049058 |
| AG18062082 | Provided for in tariff item 18062082 |
| AG18062083 | Provided for in tariff item 18062083 |
| AG18063270 | Provided for in tariff item 18063270 |
| AG18063280 | Provided for in tariff item 18063280 |
| AG18069008 | Provided for in tariff item 18069008 |
| AG18069010 | Provided for in tariff item 18069010 |
| AG19011040 | Provided for in tariff item 19011040 |
| AG19011085 | Provided for in tariff item 19011085 |
| AG19012015 | Provided for in tariff item 19012015 |
| AG19012050 | Provided for in tariff item 19012050 |
| AG19019043 | Provided for in tariff item 19019043 |
| AG19019047 | Provided for in tariff item 19019047 |
| AG21050040 | Provided for in tariff item 21050040 |
| AG21069009 | Provided for in tariff item 21069009 |
| AG21069066 | Provided for in tariff item 21069066 |
| AG21069087 | Provided for in tariff item 21069087 |
| AG22029028 | Provided for in tariff item 22029028 |