

Part 3

Section 1  
Notes for Schedule of Peru

1. For the purposes of Article 21, the following categories indicated in Column 4 in the Schedule of Peru in Section 2 shall apply:

- (a) customs duties on originating goods classified under the tariff lines indicated with "A" shall be eliminated entirely, and such goods shall be duty free on the date of entry into force of this Agreement;
- (b) customs duties on originating goods classified under the tariff lines indicated with "B3" shall be eliminated, from the base rate to free, in four equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the fourth year;
- (c) customs duties on originating goods classified under the tariff lines indicated with "B4" shall be eliminated, from the base rate to free, in five equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the fifth year;
- (d) customs duties on originating goods classified under the tariff lines indicated with "B5" shall be eliminated, from the base rate to free, in six equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the sixth year;
- (e) customs duties on originating goods classified under the tariff lines indicated with "B7" shall be eliminated, from the base rate to free, in eight equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the eighth year;

- (f) customs duties on originating goods classified under the tariff lines indicated with "B9" shall be eliminated, from the base rate to free, in ten equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the tenth year;
- (g) customs duties on originating goods classified under the tariff lines indicated with "B10" shall be eliminated, from the base rate to free, in eleven equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the eleventh year;
- (h) customs duties on originating goods classified under the tariff lines indicated with "B15" shall be eliminated, from the base rate to free, in sixteen equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the sixteenth year;
- (i) customs duties on originating goods classified under the tariff lines indicated with "B16" shall be eliminated, from the base rate to free, in seventeen equal annual installments beginning on the date of entry into force of this Agreement, and such goods shall be duty free, effective on April 1 of the seventeenth year;
- (j) customs duties on originating goods classified under the tariff lines indicated with "R" shall be excluded from any tariff commitment referred to in subparagraphs (a) through (i), and be subject to negotiation between the Parties in the fifth year from the date of entry into force of this Agreement; and
- (k) the originating goods classified under the tariff lines indicated with "X" shall be excluded from any tariff commitment referred to in subparagraphs (a) through (j).

2. The goods classified under the tariff lines indicated with one asterisk ("\*") in Column 5 of the Schedule of Peru in Section 2 are subject to the Price Band System established in the Supreme Decree No. 115-2001-EF of 22 June, 2001 and its modifications, in accordance with Article 28.

3. The used goods, including those identified as such in headings or sub-headings of the Harmonized System, shall be excluded from any tariff commitment established in Article 21. Used goods also include those goods that are reconstructed, repaired, recovered, remanufactured or other similar name given to goods that, after having been used, have been subject to some kind of process to restore their original characteristics or specifications, or to restore the functionality they had when they were new.

4. The Schedule of Peru shall be interpreted pursuant to the official national tariff nomenclature of Peru.