ANNEX

**ANNEX III: Customs duties of Mozambique on products originating in the EU – Part 1**

**ANNEX III**

**CUSTOMS DUTIES OF MOZAMBIQUE ON PRODUCTS ORIGINATING IN THE EU**

**PART I**

**GENERAL NOTES**

1. The concession as described in this ANNEX shall apply from the date of entry into force of this Agreement within the meaning of Article 113(2) or the relevant date of provisional application of this Agreement within the meaning of 113(4), whichever is the earlier, for goods originating in the EU and presented for customs clearance in Mozambique.

**SECTION A**

**ELIMINATION OF CUSTOMS DUTIES**

2. The following staging categories apply to the elimination of customs duties by Mozambique pursuant to Article 25(2):

(a) customs duties on originating goods listed as staging category "A" in the Mozambique's Schedule shall be eliminated, on the date referred to in paragraph 1 of this ANNEX.

(b) customs duties on originating goods listed as staging category "B" (B1, B21 and B22) in Mozambique's Schedule shall be gradually eliminated, five (5) years after the date referred to in paragraph 1 of this ANNEX, in accordance with the following provisions:

(i) Category “B1”

* two (2) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 75 per cent of the basic duty;
* three (3) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 50 per cent of the basic duty;
* four (4) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 25 per cent of the basic duty; and
* five (5) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(ii) Category “B21”

* two (2) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 66.6 per cent of the basic duty;
* four (4) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 33.3 per cent of the basic duty; and
* five (5) years after date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(iii) Category "B22"

* three (3) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 50 per cent of the basic duty;
* four (4) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 40 per cent of the basic duty; and
* five (5) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(c) customs duties on originating goods listed as category "C" (C1, C21, C22 and C23) in Mozambique's Schedule shall be gradually eliminated, ten (10) years after the date referred to in paragraph 1 of this ANNEX, in accordance with the following provisions:

(i) Category “C1”

* six (6) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 75 per cent of the basic duty;
* seven (7) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 50 per cent of the basic duty;
* eight (8) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 25 per cent of the basic duty;
* nine (9) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 12.5 per cent of the basic duty; and
* ten (10) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(ii) Category “C21”

* six (6) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 66.6 per cent of the basic duty;
* eight (8) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 33.3 per cent of the basic duty;
* nine (9) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 13.3 per cent of the basic duty; and
* ten (10) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(iii) Category “C22”

* seven (7) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 50 per cent of the basic duty;
* eight (8) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 20 per cent of the basic duty; and
* ten (10) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(iv) Category “C23”

* seven (7) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be reduced to 80 per cent of the basic duty;
* eight (8) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be further reduced to 40 per cent of the basic duty; and
* ten (10) years after the date referred to in paragraph 1 of this ANNEX, customs duties shall be eliminated.

(d) customs duties on originating goods not listed in the Mozambique Party's schedule shall be excluded from tariff reduction commitments.

**Tariff dismantling by Mozambique on goods imported from the EU pursuant to this Agreement**

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Category** | **Date of entry into force (basic duty)** | **1** **year after entry into force**  | **2****years after entry into force** | **3** **years after entry into force** | **4** **years after entry into force** | **5** **years after entry into force** | **6****years after entry into force** | **7****years after entry into force** | **8** **years after entry into force** | **9****years after entry into force** | **10****years after entry into force**  |
| A | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 |
| B1 | 20,0 | 20,0 | 15,0 | 10,0 | 5,0 | 0,0 |  |  |  |  |  |
| B21 | 7,5 | 7,5 | 5,0 | 5,0 | 2,5 | 0,0 |  |  |  |  |  |
| B22 | 5,0 | 5,0 | 5,0 | 2,5 | 2,0 | 0,0 |  |  |  |  |  |
| C1 | 20,0 | 20,0 | 20,0 | 20,0 | 20,0 | 20,0 | 15,0 | 10,0 | 5,0 | 2,5 | 0,0 |
| C21 | 7,5 | 7,5 | 7,5 | 7,5 | 7,5 | 7,5 | 5,0 | 5,0 | 2,5 | 1,0 | 0,0 |
| C22 | 5,0 | 5,0 | 5,0 | 5,0 | 5,0 | 5,0 | 5,0 | 2,5 | 1,0 | 1,0 | 0,0 |
| C23 | 2,5 | 2,5 | 2,5 | 2,5 | 2,5 | 2,5 | 2,5 | 2,0 | 1,0 | 1,0 | 0,0 |

**PART II**

**TARIFF SCHEDULE OF MOZAMBIQUE**

**[Mozambique schedule to be attached here]**