

HEADNOTE: ANNEX 1

TRADE IN GOODS TARIFF SCHEDULE

Section A: Tariff Schedule of Malaysia with respect to Goods Originating in New Zealand

1. The tariff schedule (“the Schedule”) in Section A of this Annex contains the following columns:

- (a) Code: the code used in the Nomenclature of the HS 2007;
- (b) Description: the description of the product which applies to the code;
- (c) Treatment: the designation of the tariff lines into either Normal Track 1 (NT1), Normal Track 2 (NT2), Exclusion List or Tariff Rate Quota. Designation of NT1 and NT2 are for reference only. The binding tariff rate is that contained in the column for each year; and
- (d) Base Rate: the basic Customs duty from which the tariff elimination programme starts.

2. The base rate and the *ad valorem* rate of Customs duty at each year of the reduction are indicated in the Schedule.

3. Reductions shall occur on entry into force of this Agreement and thereafter on 1 January of each year, as provided for in the Schedule.

Normal Track 1

4. Tariff lines placed in the Normal Track 1 are indicated with the note “NT1” in the fifth column of the Schedule. These tariff lines shall have their respective base rates reduced to reflect the applicable preferential tariff rates to be applied in the specified year. The end date for the tariff lines placed in Normal Track 1 is by 2012.

Normal Track 2

5. The tariff lines placed in the Normal Track 2 are indicated with the note “NT2” in the fifth column of the Schedule. These tariff lines shall have their respective base rates reduced to reflect the applicable preferential tariff rates to be applied in the specified year. The end date for the tariff lines placed in Normal Track 2 is by 2016.

Exclusion List

6. The tariff lines placed in the Exclusion List are indicated with the note “EL” in the fifth column of the Schedule. These tariff lines shall not be subject to the terms and conditions of Article 2.3 (Elimination of Customs Duties).

Tariff Rate Quota

7. The tariff lines indicated with the note “TRQ” in the fifth column of the Schedule are subject to a Tariff Rate Quota (“TRQ”) as specified in Appendix to this Headnote.

HEADNOTE: ANNEX 1

TRADE IN GOODS TARIFF SCHEDULE

Section B: Tariff Schedule of New Zealand with respect to Goods Originating in Malaysia

1. The tariff schedule ('the Schedule') in Section B of this Annex contains the following columns:
 - (a) Code: the code used in the Nomenclature of the HS 2007;
 - (b) Description: the description of the product which applies to the code; and
 - (c) Base Rate: the basic Customs duty from which the tariff elimination programme starts.
2. The base rate and the rate of Customs duty at each year of the reduction are indicated in the Schedule.
3. Reductions shall occur on entry into force of this Agreement and thereafter on 1 January of each year, as provided for in the Schedule.

APPENDIX TO THE HEADNOTE OF MALAYSIA'S TRADE IN GOODS SCHEDULE

TARIFF QUOTAS

1. Liquid Milk and Hens' Eggs

Malaysia shall grant duty-free treatment to imports of liquid milk products¹ and hens' eggs² of New Zealand origin from entry into force of this Agreement as specified in this Appendix.

The specified quantities are expressed as follows -

- (a) liquid milk quantities are expressed in 'litres'; and
- (b) hens' eggs quantities are expressed in 'units'.

The specified quantities will apply for the liquid milk tariff lines and hens' eggs tariff lines as identified in the Table below.

The specified quantities for the products below shall increase from entry into force of the Agreement, from the first year in Table 1, at the growth rate specified below –

- (a) liquid milk HS0401.10.110 and HS0401.30.110 shall continue to grow annually at the rate of 3%, in perpetuity;
- (b) liquid milk HS0401.20.110 shall continue to grow annually at the rate of 5%, in perpetuity; and
- (c) hens' eggs shall continue to grow annually at the rate of 3%, in perpetuity.

Import quantities in excess of the specified quantities in any given calendar year shall be subject to the out-of-quota duty, at the rate as set out in the Table 1 below.

Unless otherwise agreed, the rules applying to the administration of the quota for liquid milk and hens' eggs of New Zealand origin will be administered on a 'first-come-first-served' basis.

Malaysia shall operate the quota administration in a transparent manner and, upon the request of New Zealand, provide information on the quantity of quota issued for these products.

2. Other TRQ Products

The TRQ for other products are set out in Table 2 below.

¹ Liquid milk is defined as those goods classified in any of the following HS Codes: 0401.10.110; 0401.20.110; 0401.30.110.

² Hens' eggs are defined as those goods classified in HS Code: 0407.00.111.

Table 1: Malaysia Tariff Rate Quotas

HS CODE	DESCRIPTION	UNIT	2010			2011			2012			2013		
			In-Quota Volume	In-Quota Tariff	Out-Quota Tariff	In-Quota Volume	In-Quota Tariff	Out-Quota Tariff	In-Quota Volume	In-Quota Tariff	Out-Quota Tariff	In-Quota Volume	In-Quota Tariff	Out-Quota Tariff
0410 10 110	OF FAT CONTENT, BY WEIGHT, NOT EXCEEDING 1%: MILK: LIQUID	LITRES	200,000	0	20%	206,000	0	20%	212,180	0	20%	218,545	0	20%
0410 20 110	OF FAT CONTENT, BY WEIGHT, EXCEEDING 1% BUT NOT EXCEEDING 6%: MILK: LIQUID	LITRES	1,700,000	0	20%	1,785,000	0	20%	1,874,250	0	20%	1,967,963	0	20%
04 10 30 110	OF FAT CONTENT, BY WEIGHT, EXCEEDING 6%: MILK: LIQUID	LITRES	200,000	0	20%	206,000	0	20%	212,180	0	20%	218,545	0	20%
0407 00 111	OTHER: HENS' EGGS	UNIT	300,000	0	10%	309,000	0	10%	318,270	0	10%	327,818	0	10%

NOTE:

ANNUAL INCREMENT FOR HS CODE 041020110 IS 5%

ANNUAL INCREMENT FOR HS 0410 10 110, HS CODE 0410 30 110 AND HS CODE 0407 00 111 IS 3%

HS CODE	DESCRIPTION	UNIT	2014			2015			2016		
			In-Quota Volume	In-Quota Tariff	Out-Quota Tariff	In-Quota Volume	In-Quota Tariff	Out-Quota Tariff	In-Quota Volume	In-Quota Tariff	Out-Quota Tariff
0410 10 110	OF FAT CONTENT, BY WEIGHT, NOT EXCEEDING 1%: MILK: LIQUID	LITRES	225,102	0	20%	231,855	0	20%	238,810	0	20%
0410 20 110	OF FAT CONTENT, BY WEIGHT, EXCEEDING 1% BUT NOT EXCEEDING 6%: MILK: LIQUID	LITRES	2,066,361	0	20%	2,169,679	0	20%	2,278,163	0	20%
04 10 30 110	OF FAT CONTENT, BY WEIGHT, EXCEEDING 6%: MILK: LIQUID	LITRES	225,102	0	20%	231,855	0	20%	238,810	0	20%
0407 00 111	OTHER: HENS' EGGS	UNIT	337,653	0	10%	347,782	0	10%	358,216	0	10%

Table 2: Other TRQ Products

NO	HS CODE	DESCRIPTION	UNIT	2010			2011			2012			2013		
				IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF	IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF	IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF	IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF
1	010391000	LIVE SWINE, WEIGHING LESS THAN 50 KG	HEAD	100	0	15	101	0	15	102	0	15	103	0	15
2	010392000	LIVE SWINE, WEIGHING 50 KG OR MORE	HEAD	100	0	15	101	0	15	102	0	15	103	0	15
3	010511900	DAY OLD CHICKS OF THE SPECIES GALLUS DOMESTICUS WEIGHING NOT MORE THAN 185 GRAM	HEAD	200,000	0	10	202,000	0	10	204,020	0	10	206,060	0	10
4	020311000	MEAT OF SWINE, FRESH OR CHILLED – CARCASSES AND HALF-CARCASSES	KILOGRAMME	500	0	25	505	0	25	510	0	25	515	0	25
5	020321000	MEAT OF SWINE, FROZEN: CARCASSES AND HALF-CARCASSES	KILOGRAMME	4,000	0	25	4,040	0	25	4,080	0	25	4,121	0	25
6	020711000	MEAT OF FOWLS OF THE SPECIES G. DOMESTICUS NOT CUT IN PIECES, FRESH OR CHILLED	KILOGRAMME	250	0	20	253	0	20	255	0	20	258	0	20
7	020712000	MEAT OF FOWLS OF THE SPECIES G. DOMESTICUS NOT CUT IN PIECES, FROZEN	KILOGRAMME	30,000	0	20	30,300	0	20	30,603	0	20	30,909	0	20
8	020714000	EDIBLE CUTS AND OFFAL OF THE SPECIES GALLUS DOMESTICUS, FROZEN	KILOGRAMME	16,500	0	20	16,665	0	20	16,832	0	20	17,000	0	20
9	040700112	DUCKS' EGGS IN SHELL FOR HATCHING	UNIT	300,000	0	10	303,000	0	10	306,030	0	10	309,090	0	10
10	040700910	OTHER: HENS' EGGS	UNIT	4,000,000	0	10	4,040,000	0	10	4,080,400	0	10	4,121,204	0	10
11	040700920	DUCKS' EGGS IN SHELL, PRESERVED OR COOKED- OTHER	UNIT	5,000,000	0	10	5,050,000	0	10	5,100,500	0	10	5,151,505	0	10

NO	HS CODE	DESCRIPTION	UNIT	2014			2015			2016		
				IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF	IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF	IN-QUOTA VOLUME	IN-QUOTA TARIFF	OUT-QUOTA TARIFF
1	010391000	LIVE SWINE, WEIGHING LESS THAN 50 KG	HEAD	104	0	15	105	0	15	106	0	15
2	010392000	LIVE SWINE, WEIGHING 50 KG OR MORE	HEAD	104	0	15	105	0	15	106	0	15
3	010511900	DAY OLD CHICKS OF THE SPECIES GALLUS DOMESTICUS WEIGHING NOT MORE THAN 185 GRAM	HEAD	208,121	0	10	210,202	0	10	212,304	0	10
4	020311000	MEAT OF SWINE, FRESH OR CHILLED – CARCASSES AND HALF-CARCASSES	KILOGRAMME	520	0	25	526	0	25	531	0	25
5	020321000	MEAT OF SWINE, FROZEN: CARCASSES AND HALF-CARCASSES	KILOGRAMME	4,162	0	25	4,204	0	25	4,246	0	25
6	020711000	MEAT OF FOWLS OF THE SPECIES G. DOMESTICUS NOT CUT IN PIECES, FRESH OR CHILLED	KILOGRAMME	260	0	20	263	0	20	265	0	20
7	020712000	MEAT OF FOWLS OF THE SPECIES G. DOMESTICUS NOT CUT IN PIECES, FROZEN	KILOGRAMME	31,218	0	20	31,530	0	20	31,846	0	20
8	020714000	EDIBLE CUTS AND OFFAL OF THE SPECIES GALLUS DOMESTICUS, FROZEN	KILOGRAMME	17,170	0	20	17,342	0	20	17,515	0	20
9	040700112	DUCKS' EGGS IN SHELL FOR HATCHING	UNIT	312,181	0	10	315,303	0	10	318,456	0	10
10	040700910	OTHER: HENS' EGGS	UNIT	4,162,416	0	10	4,204,040	0	10	4,246,081	0	10
11	040700920	DUCKS' EGGS IN SHELL, PRESERVED OR COOKED- OTHER	UNIT	5,203,020	0	10	5,255,050	0	10	5,307,601	0	10