ANNEX II

MODALITY

Upon entry into force of the Agreement, unless otherwise provided therein, the Parties shall eliminate or reduce the custom duties on goods specified in the Schedule of Tariff Concessions in accordance with the following modalities:

No	Modality	Description
1	A	Customs duties on originating goods classified under modality indicated with "A" shall be eliminated entirely (100%)
2	B	Customs duties on originating goods classified under modality indicated with "B" shall be reduced by 40%
3	C	Customs duties on originating goods classified under modality indicated with "C" shall be reduced by 30%
4	D	Customs duties on originating goods classified under modality indicated with "D" shall be reduced by 20%