# PROTOCOL TO AMEND THE PREFERENTIAL TRADE AGREEMENT BETWEEN THE GOVERNMENT OF THE REPUBLIC OF INDONESIA AND THE GOVERNMENT OF THE ISLAMIC REPUBLIC OF PAKISTAN

The Government of the Republic of Indonesia and the Government of the Islamic Republic of Pakistan (hereinafter referred to individually as "a Party" and collectively as "the Parties"),

RECALLING the Preferential Trade Agreement between the Government of the Republic of Indonesia and the Government of the Islamic Republic of Pakistan (hereinafter referred to as the the "Agreement") done at Jakarta on 3 February 2012;

REFERRING to Article 7 of the Agreement provides for the Joint Committee established by the Parties to, *inter alia*, review and supervise the implementation of the Agreement;

NOTING that Article 9 of the Agreement provides that it may be modified or amended through mutual agreement of the Parties and shall form an integral part to the Agreement;

RECOGNISING the progress made between the Parties during the three previous review meetings to review the Agreement which took place in Jakarta from 15-16 August 2016, in Islamabad from 16-17 February 2017, and in Jakarta from 10-11 August 2017;

CONSIDERING the decision made by the Partiesto the expansion or amendment of the Agreement;

#### HAVE AGREED AS FOLLOWS:

# ARTICLE 1 Amendment to Article Three of the Agreement

Article Three of the Agreement shall be replaced as follows:

### Article Three Reduction/Elimination of Tariff

1. The Most Favoured Nation (MFN) applied tariff rates of the Parties of 2012 on all products covered under the Agreement shall be reduced and where relevant eliminated in accordance with the modality as set out in Annex III of this Agreement.

- 2. A Party may, at any time, accelerate unilaterally the reduction and/or elimination of customs duties of an originating goods of another Party. Such Party considering doing so, shall inform the other Party as early as practicable.
- 3. On the request of either party, the Joint Committee shall be convened to consider accelerating the reduction or elimination of customs duties set out in Annex I and II of this Agreement. Following the decision of the Joint Committee, each Party shall give effect to such acceleration in accordance with Article Nine (Amendment)."

#### **ARTICLE 2**

#### Amendment to Article Nine of the Agreement

Article Nine of the Agreement shall be replaced as follows:

#### Article Nine Amendment

- 1. The Agreement may be modified or amended in writing through mutual agreement of the Parties. Such amendments shall enter into force on such a date as may be determined by the Parties and shall form an integral part to this Agreement.
- 2. Notwithstanding paragraph 1, the Annexes to this Agreement may be amended through mutual agreement of the Parties. Such amendments to the Annexes shall enter into force on the date determined by the Parties upon the exchange of diplomatic notes, or as otherwise agreed by the Parties.
- 3. Any amendments shall not affect the rights and obligations of the Parties provided for under this Agreement until the amendments enter into force."

# ARTICLE 3 Amendment to Annex-I and II of the Agreement

The Agreement shall be amended by replacing the existing Annex I and II of the Agreement, with a new Annex I and II as attached to this Protocol.

### ARTICLE 4 Entry Into Force

1. This Protocol and the Annexes attached hereto shall enter into force 60 (sixty) days after the date on which the Parties have exchanged their written notifications for informing the completion of their respective domestic procedures.

2. This Protocol and the Annexes shall form an integral part of the Agreement..

IN WITNESS WHEREOF, the undersigned, being duly authorised by their respective Governments, have signed this Protocol.

DONE in Islamabad, 27<sup>th</sup> of January 2018, in duplicate in both the Indonesian and English languages, all text being equally authentic. In case of any divergence arising from the interpretatation of this Protocol, the English text shall prevail.

FOR THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

> Enggartiasto Lukita Minister of Trade

FOR THE GOVERNMENT OF THE ISLAMIC REPUBLIC OF

PAKISTAN

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Mohammad Pervaiz Malik Minister of Commerce and Textile