

TARIFF PHASING OUT SCHEDULE

While clarifying, for the sake of uniformity and transparency, the minutes at para 8 of the Meeting of 8-10 July, 2002, it was agreed that phasing out of tariff would be on Margin of Preference (MOP) of the MFN rate as per the following schedules.

1. Pakistan:

- (a) Not less than 34 per cent upon entry into force of the Agreement.
- (b) Not less than 67 per cent at the end of second year.
- (c) 100 per cent (bringing applicable tariff to zero) at the end of the third year.

2. Sri Lanka:

- (a) Not less than 20% per cent upon entry into force of the Agreement.
- (b) Not less than 30 per cent at the end of the first year.
- (c) Not less than 40 per cent at the end of the second year.
- (d) Not less than 60 per cent at the end of the third year.
- (e) Not less than 80 per cent at the end of the fourth year.
- (f) 100 per cent (bringing applicable tariff to zero) at the end of the fifth year.