

TARIFF ELIMINATION

1. Except as otherwise provided in this Agreement, each Party shall progressively eliminate its customs duties on goods originating in the territory of the other Party in accordance with the following schedule:
 - A. duties on goods provided for in each of the items designated as staging category A in each Party's Schedule contained in Annex 401.2 shall be eliminated entirely and such goods shall be free of duty, effective January 1, 1989;
 - B. duties on goods provided for in each of the items designated as staging category B in each Party's Schedule contained in Annex 401.2 shall be removed in five equal annual stages commencing on January 1, 1989, and such goods shall be free of duty, effective January 1, 1993; and
 - C. duties on goods provided for in each of the items designated as staging category C in each Party's Schedule contained in Annex 401.2 shall be removed in ten equal annual stages commencing on January 1, 1989, and such goods shall be free of duty, effective January 1, 1998.
2. Except as otherwise provided in this Agreement, goods originating in the territory of the other Party that are provided for in each of the items designated as staging category D in each Party's Schedule contained in Annex 401.2 shall continue to receive existing duty-free treatment indicated therein for such goods.

SCHEDULE OF THE UNITED STATES OF AMERICA

Item	Article description	Base rate	Staging Category
CHAPTER 92			
MUSICAL INSTRUMENTS; PARTS AND ACCESSORIES OF SUCH ARTICLES			
9201	Pianos, including player pianos; harpsichords and other keyboard stringed instruments:		
9201.10.00	Upright pianos.....	5.3%	C
9201.20.00	Grand pianos.....	5.3%	C
9201.90.00	Other.....	5.3%	C
9202	Other string musical instruments (for example, guitars, violins, harps):		
9202.10.00	Played with a bow.....	4.9%	C
9202.90	Other:		
	Guitars:		
9202.90.20	Valued not over \$100 each, excluding the value of the case.....	6.8%	C
9202.90.40	Other.....	13%	C
9202.90.60	Other.....	7%	C
9203.00	Keyboard pipe organs; harmoniums and similar keyboard instruments with free metal reeds:		
9203.00.40	Keyboard pipe organs.....	Free	D
9203.00.80	Other.....	5.3%	B
9204	Accordions and similar instruments; mouth organs:		
9204.10	Accordions and similar instruments:		
9204.10.40	Piano accordions.....	4.7%	B
9204.10.80	Other.....	5.1%	B
9204.20.00	Mouth organs.....	4.7%	C
9205	Other wind musical instruments (for example, clarinets, trumpets, bagpipes):		
9205.10.00	Brass-wind instruments.....	5.8%	C
9205.90	Other:		
	Woodwind instruments:		
9205.90.20	Bagpipes.....	Free	D
9205.90.40	Other.....	4.9%	C
9205.90.60	Other.....	5.4%	C
9206.00	Percussion musical instruments (for example, drums, xylophones, cymbals, castanets, maraccas):		
9206.00.20	Drums.....	4.8%	B
9206.00.40	Cymbals.....	Free	D
9206.00.60	Sets of tuned bells known as chimes, peals, or carillons.....	2.5%	B
9206.00.80	Other.....	5.3%	B