

APPENDIX 2-B-1
KOREA

1. This Appendix applies to tariff rate quotas (TRQs) provided for in this Agreement and sets out modifications to the Harmonized Schedule of Korea (HSK) that reflect the TRQs that Korea shall apply to certain originating goods under this Agreement. In particular, originating goods of the United States included under this Appendix shall be subject to the rates of duty set out in this Appendix in lieu of the rates of duty specified in Chapters 1 through 97 of the HSK. Notwithstanding any other provision of the HSK, originating goods of the United States in the quantities described in this Appendix shall be permitted entry into the territory of Korea as provided in this Appendix. Furthermore, any quantity of originating goods imported from the United States under a TRQ provided for in this Appendix shall not be counted toward the in-quota amount of any TRQ provided for such goods elsewhere in the HSK.
2. Unless otherwise provided in this Appendix, Korea shall administer all TRQs provided for in this Agreement on a first-come, first-served basis.

Auction System for Certain Tariff-Rate Quotas Provided for in this Agreement

3. Korea may use an auction system, the terms of which the Parties shall establish by mutual agreement, to implement and administer the TRQs provided for in paragraphs 9, 11, 13, 14, 15, and 20 (auctioned TRQs), provided that the conditions in subparagraph (a) are met.¹
 - (a)
 - (i) If less than 95 percent of the in-quota quantity of an auctioned TRQ is utilized in two of three consecutive years, on the written request of the United States, the Parties shall consult regarding the operation of the auction system with a view to identifying and addressing the causes for the incomplete utilization. In the consultations, the Parties shall consider prevailing market conditions.
 - (ii) The Parties shall hold consultations within 30 days after the date of the request.
 - (iii) Korea shall implement any agreement that the Parties reach on the means to facilitate full utilization of an auctioned TRQ within 60 days after the date the agreement is reached, or by such other date as the Parties may agree.
 - (iv) Korea shall permit originating goods of the United States to enter under the relevant TRQ on a first-come, first-served basis if either of the following occurs:

¹ The terms of the auction system shall include provisions for the timely surrender and reallocation of unused licenses, as well as penalties, including forfeiture of import performance bonds, for failing to utilize or return unused licenses.

- (A) Korea does not implement an agreement in accordance with clause (iii); or
 - (B) the consultations referred to in clause (i) do not result in an agreement within 90 days after the date of the request for consultations or by such other date as the Parties may agree.
- (b) On the written request of either Party, the Parties shall consult on any matter related to the application or operation of this paragraph. The consultations shall begin within 15 business days after the date the Party receives the request for consultations, or on such other date as the Parties may agree.

Licensing System for Certain Tariff-Rate Quotas Provided for in this Agreement

4. Korea may use a licensing system to implement and administer the TRQs provided for in paragraphs 10, 12, 15, 16, 17, 18, 19, 21, 22, 23, and 24, provided that the conditions set forth in subparagraph (a) are met. The Parties shall agree on the policies and procedures for the licensing system, including eligibility to receive TRQ quantities, and any changes or amendments to them.
- (a) (i) If less than 95 percent of the in-quota quantity of a TRQ is utilized in two of three consecutive years, on the written request of the United States, the Parties shall consult regarding the operation of the allocation system with a view to identifying and addressing the causes for the incomplete utilization of the in-quota quantity. In the consultations, the Parties shall consider prevailing market conditions.
 - (ii) The Parties shall hold consultations within 30 days after the date of the request.
 - (iii) Korea shall implement any agreement that the Parties reach in the consultations on the means to facilitate full utilization of a TRQ within 60 days after the date the agreement is reached, or by such other date as the Parties may agree.
 - (iv) Korea shall permit originating goods of the United States to enter under the relevant TRQ on a first-come, first-served basis if either of the following occurs:
 - (A) Korea does not implement an agreement in accordance with clause (iii); or
 - (B) the consultations referred to under clause (i) do not result in an agreement within 90 days after the date of the request for consultations or by such other date as the Parties may agree.

- (b) On the written request of either Party, the Parties shall consult on any matter related to the application or operation of this paragraph. The consultations shall begin within 15 business days after the date the Party receives the request for consultations, or on such other date as the Parties may agree.

State Trading Enterprises

5. Korea may require an originating good of the United States to be imported, purchased, or distributed in its territory by a state trading enterprise only if, and on such terms and conditions as, the Parties may agree.

Flatfish

6. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 1,530 |
| 2 | 1,652 |
| 3 | 1,785 |
| 4 | 1,927 |
| 5 | 2,082 |
| 6 | 2,248 |
| 7 | 2,428 |
| 8 | 2,622 |
| 9 | 2,832 |
| 10 | 3,058 |
| 11 | 3,303 |
| 12 | unlimited |

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category J as described in paragraph 1(j) of Annex 2-B (Tariff Elimination) .
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0303390000.

Alaska Pollock

7. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 4,000 |
| 2 | 4,360 |
| 3 | 4,752 |
| 4 | 5,180 |
| 5 | 5,646 |
| 6 | 6,154 |
| 7 | 6,708 |
| 8 | 7,312 |
| 9 | 7,970 |
| 10 | 8,688 |
| 11 | 9,469 |
| 12 | 10,322 |
| 13 | 11,251 |
| 14 | 12,263 |
| 15 | unlimited |

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category T as described in paragraph 3(g) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0303791000.

Croaker (micropogonias undulatus)

8. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 1,000 |
| 2 | 1,050 |
| 3 | 1,103 |
| 4 | 1,158 |
| 5 | 1,216 |
| 6 | 1,276 |
| 7 | 1,340 |
| 8 | 1,407 |
| 9 | 1,477 |
| 10 | 1,551 |
| 11 | 1,629 |
| 12 | unlimited |

The quantities shall enter on a first-come, first-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category J as described in paragraph 1(j) of Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0303799095.

*Milk or Cream Powder less than 1.5% fat and buttermilk,
Milk and Cream Powder sweetened and unsweetened over 1.5% fat (Whole Milk Powder).
Milk and Cream (Evaporated) sweetened or unsweetened and/or not concentrated*

9. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 5,000 |
| 2 | 5,150 |
| 3 | 5,305 |
| 4 | 5,464 |
| 5 | 5,628 |

After year 5, the in-quota quantity increases by 3% per year, compounded annually.

The Korea Agro-Fisheries Trade Corporation shall administer these TRQs and allocate the in-quota quantity of the TRQ through quarterly auctions (December, March, June, and September.)

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be treated in accordance with staging category X as described in paragraph 3(k) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 0402101010, 0402101090, 0402109000, 0403901000, 0402211000, 0402219000, 0402290000, 0402911000, 0402919000, 0402991000, and 0402999000.

Food Whey

10. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 3,000 |
| 2 | 3,090 |
| 3 | 3,183 |
| 4 | 3,278 |
| 5 | 3,377 |
| 6 | 3,478 |
| 7 | 3,582 |
| 8 | 3,690 |
| 9 | 3,800 |
| 10 | Unlimited |

The Korea Dairy Industries Association shall administer these TRQs and allocate the in-quota quantity to historical and new importers using a licensing system.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category Z as described in paragraph 3(m) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 0404101010, 0404101090, 0404102110, 0404102120, 0404102130, 0404102190, and 0404102900.

Butter and other fats and oils derived from milk

11. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 200 |
| 2 | 206 |
| 3 | 212 |
| 4 | 219 |
| 5 | 225 |
| 6 | 232 |
| 7 | 239 |
| 8 | 246 |
| 9 | 253 |
| 10 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer these TRQs and allocate the in-quota quantity by auction, with the entire in-quota quantity of originating goods made available during the first auction in the year, to be held in January. Any quantity not allocated in the first auction shall be made available at a subsequent auction on or before March 15, and at subsequent auctions thereafter, within 45 days after the date of the previous auction.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category G as described in paragraph 1(g) of Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 0405100000 and 0405900000.

Fresh, curd grated or powdered, processed, and all other cheeses.

12. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 7,000 |
| 2 | 7,210 |
| 3 | 7,426 |
| 4 | 7,649 |
| 5 | 7,879 |
| 6 | 8,115 |
| 7 | 8,358 |
| 8 | 8,609 |
| 9 | 8,867 |
| 10 | 9,133 |
| 11 | 9,407 |
| 12 | 9,690 |
| 13 | 9,980 |
| 14 | 10,280 |
| 15 | Unlimited |

The Korea Dairy Industries Association shall administer these TRQs and allocate the in-quota quantity to historical and new importers through a licensing system.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category H as described in paragraph 1(h) of Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 0406101000, 0406200000, 0406300000, and 0406900000 (0406900000 includes cheddar cheese). Beginning in year 10, cheddar cheese will no longer be subject to a TRQ.

Honey, natural

13. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 200 |
| 2 | 206 |
| 3 | 212 |
| 4 | 219 |
| 5 | 225 |

After year 5, the in-quota quantity increases by 3% per year, compounded annually.

The Korea Agro-Fisheries Trade Corporation shall administer this TRQ and allocate the in-quota quantity through quarterly auctions (December, March, June, and September).

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be treated in accordance with staging category X as described in paragraph 3(k) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0409000000.

Potatoes fresh or chilled (excludes chipping potatoes, excludes seed)

14. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 3,000 |
| 2 | 3,090 |
| 3 | 3,183 |
| 4 | 3,278 |
| 5 | 3,377 |

After year 5, the in-quota quantity increases by 3% per year, compounded annually.

The Korea Agro-Fisheries Trade Corporation shall administer this TRQ and allocate the in-quota quantity through an auction.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be treated in accordance with staging category X as described in paragraph 3(k) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0701900000.

Oranges

15. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 2,500 |
| 2 | 2,575 |
| 3 | 2,652 |
| 4 | 2,732 |
| 5 | 2,814 |

After year 5, the in-quota quantity increases by 3% per year, compounded annually.

The Korea Agro-Fisheries Trade Corporation shall administer this TRQ and allocate the in-quota quantity through an annual auction in years 1 through 10 and, beginning in year 11, through a licensing system based on historical shipments over the most recent three-year period. The Corporation shall conduct auctions and allocate import licenses in August of each year, and importers shall be permitted to import the duty-free quantities from September 1 through the last day of February. Any person or entity, including a producer group, registered as an importer under the *Foreign Trade Act* of Korea shall be eligible to apply and to be considered for the allocation of the duty-free quantities.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be treated in accordance with staging category W as described in paragraph 3(j) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 0805100000.

Barley, except malting barley and cereals of barley

16. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 2,500 |
| 2 | 2,550 |
| 3 | 2,601 |
| 4 | 2,653 |
| 5 | 2,706 |
| 6 | 2,760 |
| 7 | 2,815 |
| 8 | 2,872 |
| 9 | 2,929 |
| 10 | 2,988 |
| 11 | 3,047 |
| 12 | 3,108 |
| 13 | 3,171 |
| 14 | 3,234 |
| 15 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer the licenses for these TRQs starting on the first business day of January on a first-come, first-served basis, in response to written applications that it receives. Between the first business day of January and January 31 of each year, if the aggregate TRQ quantity requested by the applicants exceeds the total TRQ quantity for that year, the Corporation shall allocate the TRQ quantities among applicants on a *pro rata* basis.

If the aggregate TRQ quantity requested during January is less than the aggregate TRQ quantity for the year, the Corporation shall continue to allocate the TRQ on a first-come, first-served basis through the end of the year. Each license the Corporation issues to an applicant shall be valid for 90 days from the date of issuance, unused licenses shall be surrendered to the Corporation when the 90-day period expires, and the Corporation shall reallocate unused quantities to applicants on a first-come, first-served basis within 45 days after the date the licenses are surrendered.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category H as described in paragraph 1(h) of Annex 2-B.

- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 1003009010 and 1003009020.

Malt and malting barley

17. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 9,000 |
| 2 | 9,180 |
| 3 | 9,364 |
| 4 | 9,551 |
| 5 | 9,742 |
| 6 | 9,937 |
| 7 | 10,135 |
| 8 | 10,338 |
| 9 | 10,545 |
| 10 | 10,756 |
| 11 | 10,971 |
| 12 | 11,190 |
| 13 | 11,414 |
| 14 | 11,642 |
| 15 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer the licenses for these TRQs starting on the first business day of January on a first-come, first-served basis, in response to written applications that it receives. Between the first business day of January and January 31 of each year, if the aggregate TRQ quantity requested by the applicants exceeds the total TRQ quantity for that year, the Corporation shall allocate the TRQ quantities among applicants on a *pro rata* basis.

If the aggregate TRQ quantity requested during January is less than the aggregate TRQ quantity for the year, the Corporation shall continue to allocate the TRQ on a first-come, first-served basis through the end of the year. Each license the Corporation issues to an applicant shall be valid for 90 days from the date of issuance, unused licenses shall be surrendered to the Corporation when the 90-day period expires, and the Corporation shall reallocate unused quantities to applicants on a first-come, first-served basis within 45 days after the date the licenses are surrendered.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category H as described in paragraph 1(h) of Annex 2-B.

- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 1107100000 and 1003001000.

Maize (Corn) Starch

18. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 10,000 |
| 2 | 10,300 |
| 3 | 10,609 |
| 4 | 10,927 |
| 5 | 11,255 |
| 6 | 11,593 |
| 7 | 11,941 |
| 8 | 12,299 |
| 9 | 12,668 |
| 10 | 13,048 |
| 11 | 13,439 |
| 12 | 13,842 |
| 13 | 14,258 |
| 14 | 14,685 |
| 15 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer the licenses for these TRQs starting on the first business day of January on a first-come, first-served basis, in response to written applications that it receives. Between the first business day of January and January 31 of each year, if the aggregate TRQ quantity requested by the applicants exceeds the total TRQ quantity for that year, the Corporation shall allocate the TRQ quantities among applicants on a *pro rata* basis.

If the aggregate TRQ quantity requested during January is less than the aggregate TRQ quantity for the year, the Corporation shall continue to allocate the TRQ on a first-come, first-served basis through the end of the year. Each license the Corporation issues to an applicant shall be valid for 90 days from the date of issuance, unused licenses shall be surrendered to the Corporation when the 90-day period expires, and the Corporation shall reallocate unused quantities to applicants on a first-come, first-served basis within 45 days after the date the licenses are surrendered.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category H as

described in paragraph 1(h) of Annex 2-B.

- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 1108120000.

Soybeans for Human Consumption, Identity Preserved

19. (a) The aggregate quantity of originating goods of the United States described in subparagraph (e) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 10,000 |
| 2 | 20,000 |
| 3 | 25,000 |
| 4 | 25,750 |
| 5 | 26,523 |

After year 5, the in-quota quantity increases by 3% per year, compounded annually.

An association of soybean processors, which includes the Korea Federation of Soybean Curd Industry Cooperatives, Korea Soy Sauce Industrial Cooperative, Korea Foods Industry Association, and other appropriate associations representing processors of soybeans, shall administer this TRQ through the Korea Agro-Fisheries Trade Corporation. The association shall allocate the TRQ as set out in subparagraph (b) and the Corporation shall automatically issue import licenses for quantities that the association allocates.

- (b) The association shall allocate the TRQ in response to written applications from importers accompanied by signed letters of intent to purchase identity preserved soybeans for delivery no earlier than seven months after an importer applies for an allocation. The Association shall begin allocating the TRQ no later than April 1 of the year prior to the year of importation. Each license shall be valid for the entire quota year for which it is issued. When requested by the importer, shipments shall be accompanied by a statement from an independent third-party inspector certifying that the product meets the specifications listed in subparagraph (d) for identity-preserved soybeans.
- (c) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be treated in accordance with staging category X as described in paragraph 3(k) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (d) **Identity-preserved soybeans** means a shipment of soybeans containing not less than 95 percent of any single variety of soybean and not more than one percent of foreign material. Identity preserved soybeans may not be shipped in bulk, but shall be shipped in bags or containers.

- (e) Subparagraphs (a) through (d) apply to the following HSK provision:
1201009000.

Ginseng, raw, white (major and minor roots and tail)

20. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 5.7 |
| 2 | 5.9 |
| 3 | 6.0 |
| 4 | 6.2 |
| 5 | 6.4 |
| 6 | 6.6 |
| 7 | 6.8 |
| 8 | 7.0 |
| 9 | 7.2 |
| 10 | 7.4 |
| 11 | 7.7 |
| 12 | 7.9 |
| 13 | 8.1 |
| 14 | 8.4 |
| 15 | 8.6 |
| 16 | 8.9 |
| 17 | 9.1 |
| 18 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer these TRQs through an auction.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category O as described in paragraph 3(d) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 1211201100, 1211201210, 1211201220, and 1211201240.

Fodder, Other

21. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1-14 | 200,000 per year |
| 15 | Unlimited |

The Korea Feed Ingredients Association, the Korea Feed Association, and the National Agricultural Cooperative Federation shall administer this TRQ and allocate the in-quota quantity through a licensing system. Registered mixed feed producers, registered feed ingredients producers, and livestock breeders are eligible to receive a TRQ allocation based on the quantity of originating goods described in subparagraph (c) they imported during the 24-month period immediately preceding the calendar year in which the license is requested, and on the quantity of originating goods requested for the calendar year.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category H as described in paragraph 1(h) of Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provision: 1214909090.

Prepared dry milk and other

22. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 700 |
| 2 | 721 |
| 3 | 743 |
| 4 | 765 |
| 5 | 788 |
| 6 | 811 |
| 7 | 836 |
| 8 | 861 |
| 9 | 887 |
| 10 | Unlimited |

The Korea Dairy Industries Association shall administer these TRQs and allocate the in-quota quantity to historical and new importers through a licensing system.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category G as described in paragraph 1(g) of Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 1901101010 and 1901101090.

Supplementary Feeds, Animal

23. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 5,500 |
| 2 | 5,665 |
| 3 | 5,835 |
| 4 | 6,010 |
| 5 | 6,190 |
| 6 | 6,376 |
| 7 | 6,567 |
| 8 | 6,764 |
| 9 | 6,967 |
| 10 | 7,176 |
| 11 | 7,392 |
| 12 | Unlimited |

The Korea Feed Ingredients Association and the Korea Feed Milk Replacer Association shall administer these TRQs and allocate the in-quota quantity through licensing systems. These TRQs shall be allocated based on the amount of originating goods described in subparagraph (c) imported by applicants during the 24-month period immediately preceding the calendar year for which the license is issued and the quantity of originating goods requested by applicants for the calendar year.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category M as described in paragraph 3(b) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 2309902010, 2309902020, 2309902099, and 2309909000.

Dextrins

24. (a) The aggregate quantity of originating goods of the United States described in subparagraph (c) that shall be permitted to enter free of duty in a particular year is specified below:

| Year | Quantity (Metric Tons) |
|------|---------------------------|
| 1 | 14,000 |
| 2 | 14,420 |
| 3 | 14,853 |
| 4 | 15,298 |
| 5 | 15,757 |
| 6 | 16,230 |
| 7 | 16,717 |
| 8 | 17,218 |
| 9 | 17,735 |
| 10 | 18,267 |
| 11 | 18,815 |
| 12 | Unlimited |

The Korea Agro-Fisheries Trade Corporation shall administer the licenses for these TRQs starting on the first business day of January on a first-come, first-served basis, in response to written applications that it receives. Between the first business day of January and January 31 of each year, if the aggregate TRQ quantity requested by the applicants exceeds the total TRQ quantity for that year, the Corporation shall allocate the TRQ quantities among applicants on a *pro rata* basis.

If the aggregate TRQ quantity requested during January is less than the aggregate TRQ quantity for the year, the Corporation shall continue to allocate the TRQ on a first-come, first-served basis through the end of the year. Each license the Corporation issues to an applicant shall be valid for 90 days from the date of issuance, unused licenses shall be surrendered to the Corporation when the 90-day period expires, and the Corporation shall reallocate unused quantities to applicants on a first-come, first-served basis within 45 days after the date the licenses are surrendered.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with staging category M as described in paragraph 3(b) of the General Notes accompanying Korea's Schedule to Annex 2-B.
- (c) Subparagraphs (a) and (b) apply to the following HSK provisions: 3505104000

and 3505105000.