

ANNEX 2-A**ELIMINATION OF CUSTOM DUTIES**

1. Except as otherwise provided in the Schedule to this Annex, the following staging categories apply to the elimination of customs duties by each Party pursuant to Article 2.4:

- (a) customs duties on originating goods provided for in the items in staging category “A” in the Schedule shall be eliminated entirely and such goods shall be free of customs duty on the date this Agreement enters into force;
- (b) customs duties on originating goods provided for in the items in staging category “B” in the Schedule shall be removed in five equal annual stages beginning on the date this Agreement enters into force, and such goods shall be free of customs duty, effective January 1 of year five;
- (c) customs duties on originating goods provided for in the items in staging category “C” in the Schedule shall be removed in 10 equal annual stages beginning on the date this Agreement enters into force, and such goods shall be free of customs duty, effective January 1 of year 10; and
- (d) customs duties on originating goods provided for in the items in staging category “X” in the Schedule shall remain at base rates.

2. The base rate of customs duty and staging category for determining the interim rate of customs duty at each stage of reduction for an item are indicated for the item in the Schedule.

3. Interim staged rates shall be rounded down, at least to the nearest tenth of a percentage point, or if the rate of duty is expressed in monetary units, at least to the nearest Korean won in the case of Korea and the nearest Lari in case of Georgia.

4. For purposes of this Annex and the Schedule contained therein, year one means the year the Agreement enters into force as provided in Article 18.5.

5. For purposes of this Annex and the Schedule contained therein, beginning in year two, each annual stage of tariff reduction shall take effect on January 1 of the relevant year.

TARIFF SCHEDULE OF KOREA**GENERAL NOTES**

1. The base rates of duty set out in this Schedule reflect the Korean Customs Duty Most-Favored-Nation rates of duty in effect on January 1, 2023.
2. This Annex is made based on the Harmonized System of Korea(hereinafter referred to as “HSK”), in effect on January 1, 2023. The interpretation of the provisions of this Schedule shall be governed by the General Notes, Section Notes, and Chapter Notes of the HSK. To the extent that provisions of this Schedule are identical to the corresponding provisions of the HSK, the provisions of this Schedule shall have the same meaning as the corresponding provisions of the HSK.

TARIFF SCHEDULE OF GEORGIA**GENERAL NOTES**

1. The base rates of duty set out in this Schedule reflect the Georgian Customs Duty Most-Favored-Nation rates in effect on January 26, 2024.
2. This Annex is made based on the Foreign Economic Activity National Commodity Nomenclature of Georgia as approved by the Order No. 21 of the Minister of Finance of Georgia (hereinafter referred to as “FEANCN”), in effect on January 26, 2024. The interpretation of the provisions of this Schedule shall be governed by the General Notes, Section Notes, and Chapter Notes of the FEANCN. To the extent that provisions of this Schedule are identical to the corresponding provisions of the FEANCN, the provisions of this Schedule shall have the same meaning as the corresponding provisions of the FEANCN.