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THE E	COUNCIL OF UROPEAN UNION	Brussels,
		XXXX/07
	utional File: 85 (ACC)	
		ISL AGRI UD EEE
NOTE from:	Council Secretariat	
dated:	EFTA Working Party	
	13716/06 ISL 48 AGRI 312	UD 96 EEE 69
Subject:	Proposal for a Council Deci the form of an Exchange of Republic of Iceland concern	sion relating to the conclusion of the Agreement in Letters between the European Community and the hing trade preferences in agricultural products Article 19 of the Agreement on the European

Following the relevant discussion at the EFTA Working Party on Tuesday 16 January 2007, Delegations will find attached the final text on the above subject to be approved.

This text modifies the relevant Commission proposal presented in Doc ST. 13716/06 ISL 48 AGRI 312 UD 96 EEE 69.

Please be informed that, following Iceland's request, the following technical changes were brought in Annex IV:

- 1. tariff line 0208.2000 (frogs' legs) is renamed 0208.9009;
- 2. tariff line 0208.9009 (other) is renamed 0208.9019;
- 3. tariff of line 0210.1901 (boneless) is 30% and 447 ISK/kg (indicated erroneously as 0% and 0 ISK/kg);
- 4. tariff of line 0210.9990 (other) is 30% and 363 ISK/kg (indicated erroneously as 0% and 0 ISK/kg).

Proposal for a

COUNCIL DECISION

relating to the conclusion of the Agreement in the form of an Exchange of Letters between the European Community and the Republic of Iceland concerning trade preferences in agricultural products undertaken on the basis of Article 19 of the Agreement on the European Economic Area

Proposal for a

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relating to the conclusion of the Agreement in the form of an Exchange of Letters between the European Community and the Republic of Iceland concerning trade preferences in agricultural products undertaken on the basis of Article 19 of the Agreement on the European Economic Area

THE COUNCIL OF THE EUROPEAN UNION,

Having regard to the Treaty establishing the European Community, and in particular Article 133 thereof, in conjunction with the first sentence of Article 300(2) thereof,

Having regard to the proposal from the Commission,

Whereas:

- (1) Article 19 of the Agreement on the European Economic Area (EEA) foresees that the Contracting Parties undertake to continue their efforts with a view to achieving progressive liberalisation of agricultural trade between them.
- (2) The European Community and the Republic of Iceland held bilateral trade negotiations in agriculture in 2005, on the basis of Article 19 of the Agreement on the European Economic Area, which were concluded satisfactorily on 14 December 2006.
- (3) The Agreement in question, in the form of an Exchange of Letters, should be approved,

HAS DECIDED AS FOLLOWS:

Article 1

The Agreement in the form of an Exchange of Letters between the European Community and the Republic of Iceland concerning additional trade preferences in agricultural products undertaken on the basis of Article 19 of the Agreement on the European Economic Area, is hereby approved on behalf of the Community.

The text of the Agreement is attached to this Decision.

Article 2

The President of the Council is hereby authorised to designate the person(s) empowered to sign the Agreement in order to bind the Community.

Done at Brussels,

For the Council The President

ANNEX

AGREEMENT IN THE FORM OF AN EXCHANGE OF LETTERS

between the European Community and the Republic of Iceland concerning additional trade preferences in agricultural products undertaken on the basis of Article 19 of the Agreement on the European Economic Area

A. <u>Letter from the European Community</u>

Sir,

I have the honour to refer to the trade negotiations between the European Community and the Republic of Iceland on agricultural products, held from 6 March 2005 to 14 December 2006, undertaken on the basis of Article 19 of the Agreement on the European Economic Area.

With the aim of fostering a harmonious development of trade between Parties, the European Community and the Republic of Iceland have agreed to additional bilateral trade preferences concerning agricultural products, with due consideration to the respective agricultural policies and circumstances, including the evolution of the bilateral trade and trade with other partners.

I hereby confirm that the results of the negotiations were as follows:

- 1. From 1 March 2007, the European Community and the Republic of Iceland will reciprocally consolidate at bilateral level the existing zero duty lines, be it applied duties or existing concessions, and, if not already at zero level, to reciprocally eliminate duties on bilateral imports, for all products originating in the parties, which are listed in Annex I.
- 2. From 1 March 2007, the European Community will provide tariff quotas on imports into the Community of products originating in Iceland, which are listed in Annex II.
- 3. From 1 March 2007, the Republic of Iceland will provide tariff quotas on imports into Iceland of products originating in the Community, which are listed in Annex III.
- 3^{bis.} From 1 March 2007 the Republic of Iceland will grant the European Community the preferential tariffs listed in annex IV.

These bilateral concessions replace and consolidate all existing bilateral concessions in agricultural products that are currently in force, in application of Article 19 of the Agreement on the European Economic Area¹.

4. The Republic of Iceland agrees to end its unilateral and temporary erga omnes reductions in applied tariffs on agricultural products put in place in 2002 and prolonged so far on a yearly basis.

Council Decision 81/359/EEC of 23 May 1981 (OJ L 137, 23.5.1981, p. 8) Council Decision 93/239/EEC of 15 March 1993 (OJ L 109, 1.5.1993, p. 36) Council Decision 93/736/EC of 13 December 1993 (OJ L 346, 31.12.1993, p. 16) Council Decision 95/582/EC of 20 December 1995 (OJ L 327, 30.12.1995, p. 17).

- 5. The provisions of Protocol 3 to the Agreement between the European Economic Community and the Republic of Iceland² concerning the definition of the concept of "originating products" and methods of co-operation shall apply *mutatis mutandis* to the products mentioned in Annexes I, II, III and IV.
- 6. The Parties will take steps to ensure that the benefits, which they grant each other, will not be jeopardised by other restrictive import measures.
- 7. The Parties agree to take the necessary steps in order to ensure that tariff quotas will be managed in such a way that imports may take place regularly and that the quantities agreed for import can effectively be imported.
- 8. The Parties agree to strive for promoting trade of eco-friendly products and products with a geographical indication. The Parties agree to engage into further bilateral discussion with a view to better understand respective legislation and registration procedures, in order to identify ways to enhance the protection of geographical indications in the territories of both Parties.
- 9. The Parties agree to exchange at regular interval information on traded products, tariff quota management, price quotations and any useful information concerning the respective domestic markets and the implementation of the results of these negotiations.
- 10. Consultations will be held at the request of either party on any question relating to the implementation of the results of these negotiations. In case of difficulty in the implementation of the results of these negotiations, these consultations will be held as promptly as possible, with a view to the adoption of appropriate corrective measures.
- 11. The first consultations relating to the results of these negotiations will be held before that implementing arrangements are put in place, with a view to facilitate the smooth implementation of these negotiations.
- 12. The results of these negotiations will be implemented as from 1 March 2007^3 . Where necessary, tariff quotas will be opened on a pro-rata basis.
- 13. The Parties agree to resume bilateral negotiations in the framework of Article 19 of the Agreement on the European Economic Area in two years time, with particular consideration to the outcome of the WTO negotiation process in agriculture.

I have the honour to confirm that the European Community is in agreement with the contents of this letter.

I should be obliged if you would confirm that the Government of the Republic of Iceland is in agreement with the above.

Please accept, Sir, the assurance of my highest consideration.

Decision No 2/2005 of the EC/Iceland Joint Committee of 22 December 2005 (OJ L 131, 18.5.2006, p. 1).

³ The opening of the EC tariff quotas will be made as from 1st of July, on the basis of 9 months quantities for 2007

Done at Brussels,

On behalf of the Council of the European Union

B. Letter from the Republic of Iceland

Sir,

I have the honour to acknowledge receipt of your letter of today's date which reads as follows:

'I have the honour to refer to the trade negotiations between the Republic of Iceland and the European Community on agricultural products, held from 6 March 2005 to 14 December 2006, undertaken on the basis of Article 19 of the Agreement on the European Economic Area.

With the aim of fostering a harmonious development of trade between Parties, the Republic of Iceland and the European Community have agreed to additional bilateral trade preferences concerning agricultural products, with due consideration to the respective agricultural policies and circumstances, including the evolution of the bilateral trade and trade with other partners.

I hereby confirm that the results of the negotiations were as follows:

- 1. From 1 March 2007, the European Community and the Republic of Iceland will reciprocally consolidate at bilateral level the existing zero duty lines, be it applied duties or existing concessions, and, if not already at zero level, to reciprocally eliminate duties on bilateral imports, for all products originating in the parties, which are listed in Annex I.
- 2. From 1 March 2007, the European Community will provide tariff quotas on imports into the Community of products originating in Iceland, which are listed in Annex II.
- 3. From 1 March 2007, the Republic of Iceland will provide tariff quotas on imports into Iceland of products originating in the Community, which are listed in Annex III.
- 3^{bis.} From 1 March 2007 the Republic of Iceland will grant the European Community the preferential tariff listed in annex IV.

These bilateral concessions replace and consolidate all existing bilateral concessions in agricultural products that are currently in force, in application of Article 19 of the Agreement on the European Economic Area⁴.

- 4. The Republic of Iceland agrees to end its unilateral and temporary erga omnes reductions in applied tariffs on agricultural products put in place in 2002 and prolonged so far on a yearly basis.
- 5. The provisions of Protocol 3 to the Agreement between the European Economic Community and the Republic of Iceland⁵ concerning the definition of the concept of "originating products" and methods of co-operation shall apply *mutatis mutandis* to the products mentioned in Annexes I, II, III and IV.

⁴ Council Decision 81/359/EEC of 23 May 1981 (OJ L 137, 23.5.1981, p. 8)
 Council Decision 93/239/EEC of 15 March 1993 (OJ L 109, 1.5.1993, p. 36)
 Council Decision 93/736/EC of 13 December 1993 (OJ L 346, 31.12.1993, p. 16)

Council Decision 95/582/EC of 20 December 1995 (OJ L 327, 30.12.1995, p. 17).

⁵ Decision No 2/2005 of the EC/Iceland Joint Committee of 22 December 2005 (OJ L 131, 18.5.2006, p. 1).

- 6. The Parties will take steps to ensure that the benefits, which they grant each other, will not be jeopardised by other restrictive import measures.
- 7. The Parties agree to take the necessary steps in order to ensure that tariff quotas will be managed in such a way that imports may take place regularly and that the quantities agreed for import can effectively be imported.
- 8. The Parties agree to strive for promoting trade of eco-friendly products and products with a geographical indication. The Parties agree to engage into further bilateral discussion with a view to better understand respective legislation and registration procedures, in order to identify ways to enhance the protection of geographical indications in the territories of both Parties.
- 9. The Parties agree to exchange at regular interval information on traded products, tariff quota management, price quotations and any useful information concerning the respective domestic markets and the implementation of the results of these negotiations.
- 10. Consultations will be held at the request of either party on any question relating to the implementation of the results of these negotiations. In case of difficulty in the implementation of the results of these negotiations, these consultations will be held as promptly as possible, with a view to the adoption of appropriate corrective measures.
- 11. The first consultations relating to the results of these negotiations will be held before that implementing arrangements are put in place, with a view to facilitate the smooth implementation of these negotiations.
- 12. The results of these negotiations will be implemented as from 1 March 2007⁶. Where necessary, tariff quotas will be opened on a pro-rata basis.
- 13. The Parties agree to resume bilateral negotiations in the framework of Article 19 of the Agreement on the European Economic Area in two years time, with particular consideration to the outcome of the WTO negotiation process in agriculture.

I have the honour to confirm that the Government of the Republic of Iceland is in agreement with the content of your letter.'

Please accept, Sir, the assurance of my highest consideration,

Done at Reykjavik

For the Government of the Republic of Iceland

⁶ The opening of the EC tariff quotas will be made as from 1st of July, on the basis of 9 months quantities for 2007

ANNEX I

Bilateral trade in products of the following chapters or parts of chapters is freed:

ex Chapter 1, Live animals:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
0101	Live horses, asses, mules and hinnies	0101	Live horses, asses, mules and hinnies
ex Chapter 2, M	Meat and edible meat offal:		
Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
ex 0208.9008	carcasses and half-carcasses of reindeer meat, frozen	ex 0208 90 60	carcasses and half-carcasses of reindeer meat, frozen

ex Chapter 4, Dairy produce; birds' eggs; natural honey; edible products of animal origin, not elsewhere specified or included:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
0409	Natural honey	0409 00 00	Natural honey
0410	Edible products of animal origin, not elsewhere specified or included	0410 00 00	Edible products of animal origin, not elsewhere specified or included

Chapter 5⁷, Products of animal origin, not elsewhere specified or included

ex Chapter 6, Live trees and other plants; bulbs, roots and the like; cut flowers and ornamental foliage:

Icelandic Code	Icelandic description of products	EC Code	EC Description of products
0601	Bulbs, tubers, tuberous roots, corms, crowns and rhizomes, dormant, in growth or in flower; chicory plants and roots other than roots of heading 1212	0601	Bulbs, tubers, tuberous roots, corms, crowns and rhizomes, dormant, in growth or in flower; chicory plants and roots other than roots of heading 1212
ex 0602	Other live plants (including their roots), cuttings and slips; mushroom spawn:	ex 0602	Other live plants (including their roots), cuttings and slips; mushroom spawn:
	- Other than other potted indoor plants not exceeding 1 m in height (tariff heading 0602.9095)	ex 0602 90 91 ex 0602 90 99	Other indoor plants, other than cacti and thickleaves, potted plants of the genus Bromelia, the plants Erica gracilis and calluna, orchids and other potted plants not exceeding 1 m in height
ex 0603	Cut flowers and flower buds of a kind suitable for bouquets or for ornamental purposes, fresh, dried, dyed, bleached, impregnated or otherwise	ex 0603	Cut flowers and flower buds of a kind suitable for bouquets or for ornamental purposes, fresh, dried, dyed, bleached, impregnated or otherwise prepared:

⁷

Other than products covered by Protocol 3 of the European Economic Area agreement.

	prepared:		
0603.1001	Imported from 1 December to 30 April	ex 0603 10 20	Carnations, fresh, other than imported from 1 May – 30 November
0603.1003	- Of the genera Protea, Banksis,	0603 10 30	Orchids
	Leucadendron and Brunia	ex 0603 10 80	Fresh flowers of the genera Protea, Banksia, Leucadendron, Brunia and Forsythia
0603.1004	- Cut branches with berries or fruit on, not edible, of the genera: Ligustrum, Callicarpa, Gossypium, Hypericum, Ilex or Symphoricarpos		
0603.1005	- Flowers of Orchids		
0603.1006	- Forsythia		
0603.9000	- Other	0603 90 00	Other
0604	Foliage, branches and other parts of plants, without flowers or flower buds, and grasses, mosses and lichens, being goods of a kind suitable for bouquets or for ornamental purposes, fresh, dries, dyed, bleached, impregnated or otherwise prepared	0604	Foliage, branches and other parts of plants, without flowers or flower buds, and grasses, mosses and lichens, being goods of a kind suitable for bouquets or for ornamental purposes, fresh, dried, dyed, bleached, impregnated or otherwise prepared

ex Chapter 7, Edible vegetables and certain roots and tubers:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
0702	Tomatoes, fresh or chilled	0702 00 00	Tomatoes, fresh or chilled
ex 0703	Onions, shallots, garlic and other alliaceous vegetables, fresh or chilled	ex 0703	Onions, shallots, garlic and other alliaceous vegetables, fresh or chilled
ex 0704	Cabbages, cauliflowers, kohlrabi, kale and similar edible brassicas, fresh or chilled:	ex 0704	Cabbages, cauliflowers, kohlrabi, kale and similar edible brassicas, fresh or chilled:
0704.2000	- Brussels sprouts	0704 20 00	Brussels sprouts
0704.9005	Curly kale (brassica oleracea acepjala)	ex 0704 90 90	Other, excluding Chinese cabbage
0704.9009	Other		
0705	Lettuce(<i>lactuca sativa</i>) and chicory (<i>Cichorium</i> spp.), fresh or chilled:	0705	<i>Lettuce</i> (Lactuca sativa) <i>and chicory</i> (Cichorium <i>spp.</i>), <i>fresh or chilled</i>
ex 0706	Carrots, turnips, salad beetroot, salsify, celeriac, radishes and similar edible roots, fresh or chilled:	ex 0706	Carrots, turnips, salad beetroot, salsify, celeriac, radishes and similar edible roots, fresh or chilled:
0706.9009	- Other	0706 90	Other
0707	Cucumbers and gherkins, fresh or chilled:	0707	Cucumbers and gherkins, fresh or chilled
0708	Leguminous vegetables, shelled	0708	Leguminous vegetables, shelled or

	or unshelled, fresh or chilled		unshelled, fresh or chilled
ex 0709	Other vegetables, fresh or chilled	ex 0709	Other vegetables, fresh or chilled:
0709.10	- Globe artichokes, fresh or chilled	0709 10 00	Globe artichokes
0709.20	- Asparagus, fresh or chilled	0709 20 00	Asparagus
0709.30	- Aubergines (eggplants)	0709 30 00	Aubergines (eggplants)
0709.52	Truffles, fresh or chilled	0709 52 00	Truffles
0709.60	- Fruits of the genus <i>Capsicum</i> or of the genus <i>Pimenta</i>	0709 60	Fruits of the genus Capsicum or of the genus Pimenta
0709.70	- Spinach, N-Z spinach and orache spinach garden spinach), fresh or chilled	0709 70 00	Spinach, New Zealand spinach and orache spinach (garden spinach)
0709.9001	Sweet corn	0709 90 60	Sweet corn
0709.9002	Courgettes	0709 90 70	Courgettes
0709.9003	Olives		Olives:
		0709 90 31	– For uses other than the production of oil
		0709 90 39	– Other
0709.9004	Parsley (percille)	0709 90 90	
0709.9009	Other		Other
0709.9009 ex 0710 ⁸	Other Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	ex 0710 ⁹	Other Vegetables (uncooked or cooked by steaming or boiling in water), frozen:
	Vegetables (uncooked or cooked y steaming or boiling in water),	ex 0710 ⁹ 0710 21 00	Vegetables (uncooked or cooked by
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:		Vegetables (uncooked or cooked by steaming or boiling in water), frozen:
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum)
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00 0710 22 00	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum) Beans (Vigna spp., Phaseolus spp.)
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00 0710 22 00 0710 29 00	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum) Beans (Vigna spp., Phaseolus spp.) Other Spinach, New Zealand spinach and
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00 0710 22 00 0710 29 00 0710 30 00	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum) Beans (Vigna spp., Phaseolus spp.) Other Spinach, New Zealand spinach and orache spinach (garden spinach)
ex 0710 ⁸	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00 0710 22 00 0710 29 00 0710 30 00 0710 40 00	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum) Beans (Vigna spp., Phaseolus spp.) Other Spinach, New Zealand spinach and orache spinach (garden spinach) Sweetcorn
	Vegetables (uncooked or cooked y steaming or boiling in water), frozen:	0710 21 00 0710 22 00 0710 29 00 0710 30 00 0710 40 00 0710 80	Vegetables (uncooked or cooked by steaming or boiling in water), frozen: Peas (Pisum sativum) Beans (Vigna spp., Phaseolus spp.) Other Spinach, New Zealand spinach and orache spinach (garden spinach) Sweetcorn Other vegetables

⁸ Other than products covered by Protocol 3 of the European Economic Area agreement.

⁹ Other than products covered by Protocol 3 of the European Economic Area agreement.

¹⁰ Other than products covered by Protocol 3 of the European Economic Area agreement.

¹¹ Other than products covered by Protocol 3 of the European Economic Area agreement.

0713	Dried leguminous vegetables, shelled, whether or not skinned or split	0713	Dried leguminous vegetables, shelled, whether or not skinned or split
0714	Manioc, arrowroot, salep, Jerusalem artichokes, sweet potatoes and similar roots and tubers with high starch or inulin content, fresh, chilled, frozen or dried, whether or not sliced or in the form of pellets; sago pith	0714	Manioc, arrowroot, salep, Jerusalem artichokes, sweet potatoes and similar roots and tubers with high starch or inulin content, fresh, chilled, frozen or dried, whether or not sliced or in the form of pellets; sago pith

Chapter 8, Edible fruit and nuts; peel of citrus fruit or melons

Chapter 9¹², Coffee, tea, maté and spices

Chapter 10¹³, Cereals

Chapter 11¹⁴, Products of the milling industry; malt; starches; inulin; wheat gluten

Chapter 12¹⁵, Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder

Chapter 13¹⁶, Lac; gums, resins and other vegetable saps and extracts

Chapter 14¹⁷, Vegetable plaiting materials; vegetable products not elsewhere specified or included

Chapter 15^{18 19}, Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animal or vegetable waxes

ex Chapter 18²⁰, Cocoa and cocoa preparations:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
1801	Cocoa beans, whole or broken, raw or roasted	1801	Cocoa beans, whole or broken, raw or roasted
1802	Cocoa shells, husks, skins and other cocoa waste	1802	Cocoa shells, husks, skins and other cocoa waste

ex Chapter 20, Preparations of vegetables, fruit, nuts or other parts of plants:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
ex 2001 ²¹	Vegetable, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid:	ex 2001 ²²	Vegetables, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid:
2001.1000	- Cucumbers and gherkins	2001 10 00	Cucumbers and gherkins

¹² Other than products covered by Protocol 3 of the European Economic Area agreement.

¹³ Other than for animal feeding.

¹⁴ Other than for animal feeding.

¹⁵ Other than for animal feeding.

¹⁶ Other than products covered by Protocol 3 of the European Economic Area agreement.

¹⁷ Other than products covered by Protocol 3 of the European Economic Area agreement.

Other than products covered by Protocol 3 of the European Economic Area agreement.
 Other than fish product.

²⁰ Other than products covered by Protocol 3 of the European Economic Area agreement.

²¹ Other than products covered by Protocol 3 of the European Economic Area agreement.

²² Other than products covered by Protocol 3 of the European Economic Area agreement.

	- Other	2001 90	Other
2001.9005	Onion	2001 90 93	Onions
2001.9009	Other	2001 90 99	Other, excluding potatoes and products thereof
2002	Tomatoes prepared or preserved otherwise than by vinegar or acetic acid	2002	Tomatoes prepared or preserved otherwise than by vinegar or acetic acid
2003	Mushrooms and truffles, prepared or preserved otherwise than by vinegar or acetic acid	2003	Mushrooms and truffles, prepared or preserved otherwise than by vinegar or acetic acid
2004 ²³	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen:	2004 ²⁴	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen, other than products of heading 2006:
2004.9002	Globe artichokes	ex 2004 90 98	Globe artichokes.
2004.9003	Green or black olives	ex 2004 90 30	Green or black olives
2004.9004	Green peas and beans	2004 90 50	<i>Peas (Pisum sativum) and immature beans of the species Phaseolus spp., in pod</i>
2004.9005	Preparations with a basis of flours of leguminous plants	ex 2004 90 98	Preparations with a basis of flours of leguminous plants
2004.9009	Other	ex 2004 90 98	Other, excluding products containing meat in a proportion of 3% up to and including 20% by weight
2005 ²⁵	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen:	2005 ²⁶	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen, other than products of heading 2006:
2005.1000	- Homogenised vegetables	2005 10 00	Homogenised vegetables
2005.4000	- Peas (Pisum sativum)	2005 40 00	Peas (Pisum sativum)
	- Beans (<i>Vigna</i> spp., <i>Phaseolus</i> spp.):		Beans (Vigna spp., Phaseolus spp.):
2005.5100	- Beans, shelled	2005 51 00	Beans, shelled
2005.5900	Other	2005 59 00	Other
2005.6000	- Asparagus	2005 60 00	Asparagus
2005.7000	- Olives	2005 70	Olives
	- Other vegetables and mixtures of vegetables:	2005 90	Other vegetables and mixtures of vegetables:
2005.9009	- Other	ex 2005 90 80	Other, excluding products containing meat in a proportion of 3% up to and including 20% by weight
2008 ²⁷	Fruit, nuts and other edible parts	2008 ²⁸	Fruit, nuts and other edible parts of

²³ Other than products covered by Protocol 3 of the European Economic Area agreement ²⁴ Other than products covered by Protocol 3 of the European Economic Area agreement

Other than products covered by Protocol 3 of the European Economic Area agreement

²⁵ Other than products covered by Protocol 3 of the European Economic Area agreement

²⁶ Other than products covered by Protocol 3 of the European Economic Area agreement

	of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included		plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included
2009	Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter	2009	Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter
ex Chapter 22,	Beverages, spirits and vinegar:		
Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
	1001411410	EC Code 2201	EC Description of products Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavoured; ice and snow

ex chapter 23, residues and waste from the food industries; prepared animal fodder:

Icelandic Code	Icelandic Description of products	EC Code	EC Description of products
ex 2309	Preparations of a kind used in animal feeding:	ex 2309	Preparations of a kind used in animal feeding:
ex 2309.1000	- Dog or cat food, put up for retail sale, containing no starch or containing not more than 30% by weight of starch and containing no milk products or containing less than 10% by weight of such products	2309 10 11 2309 10 31	Dog or cat food, put up for retail sale, containing no starch or containing not more than 30% by weight of starch and containing no milk products or containing less than 10% by weight of such products

Chapter 24²⁹, Tobacco and manufactured tobacco substitutes

²⁷ Other than products covered by Protocol 3 of the European Economic Area agreement ²⁸ Other than products covered by Protocol 3 of the European Economic Area agreement

²⁸ Other than products covered by Protocol 3 of the European Economic Area agreement ²⁹ Other than products covered by Protocol 3 of the European Economic Area agreement

²⁹ Other than products covered by Protocol 3 of the European Economic Area agreement

ANNEX II

Tariff quotas granted by the European Community

The EC will open the following annual tariff quota for the following products originating in Iceland (*)

EC custom tariff heading	Description of products	Annual quantity	Rate of duty
ex 0204	meat of sheep, fresh, chilled or frozen	1850 tons (net weight)	0
ex 0210	sheepmeat, smoked		0
ex 0405	natural butter	350 tons (net weight)	0
ex 0403**	"Skyr"	380 tons (net weight)	0
ex 1601	sausages	100 tons (net weight)	0
* the quotas s	hall apply annually unless otherwis	e specified.	

** custom code subject to modification, pending confirmation of classification of the product

ANNEX III

Tariff quotas granted by Iceland

Iceland will open the following annual tariff quotas for the following products originating in the European Community (*)

Icelandic custom tariff heading	Description of products	Annual quantity	Rate of duty
0201 and 0202	meat of bovine animals, fresh, chilled or frozen	100 tons (net weight)	0
0203	meat of swine, fresh, chilled or frozen	200 tons (net weight)	0
0207	meat and edible offal, of the poultry of heading 0105, fresh, chilled or frozen	200 tons (net weight)	0
0208.9003	ptarmigans, frozen	20 tons (net weight)	0
ex 0210	meat and edible meat offal, salted, in brine, dried or smoked; edible flours and meals of meat offal; with protected designation of origin or protection geographical indication (**)	50 tons (net weight)	0
ex 0406	cheese with protected designation of origin or protection geographical indication (**)	20 tons (net drained weight)	0
0406	cheese	80 tons (net drained weight)	0
0701.9001	potatoes, fresh or chilled, with a minimal length of 65mm	100 tons (net weight)	0
ex 1601	sausages	50 tons (net weight)	0
1602	other prepared or preserved meat, meat offal or blood	50 tons (net weight)	0

* the quotas shall apply annually unless otherwise specified.

** registered under Regulation (EC) No 510/2006 of 20 March 2006 on the protection of geographical indications and designations of origin of agricultural products and foodstuffs (OJ L 93, 31.3.2006, p.12).

ANNEX IV

Tariff concessions granted by Iceland

Iceland will grant the following preferential tariffs for products originating in the European Community:

0201		Meat of bovine animals, fresh or chilled:	%	ISK/kg
0201	0201.1000	- Carcasses and half-carcasses	18	214
		- Other cuts with bone in:		
	0201.2001	- Loins and cuts thereof	18	422
	0201.2001		18	
	0201.2002	 Round and cuts thereof Shoulders and cuts thereof 	18	300 189
	0201.2003	- Other	18	189
	0201.2009	- Boneless:	10	109
	0201.3001	- Minced	18	306
	0201.3001	- Tenderloin	18	300 877
	0201.3002	- Top loin	18	652
	0201.3003	- Round	18	608
	0201.3009	- Other	18	359
0202	0201.0009	Meat of bovine animals, frozen:	10	557
0202	0202.1000	- Carcasses and half-carcasses	18	214
		- Other cuts with bone in:		
	0202.1001	- Loins and cuts thereof	18	422
	0202.1002	- Round and cuts thereof	18	300
	0202.1003	- Shoulders and cuts thereof	18	189
	0202.1009	- Other	18	189
		- Boneless:		
	0202.3001	- Minced	18	306
	0202.3002	- Tenderloin	18	877
	0202.3003	- Top loin	18	652
	0202.3004	- Round	18	608
	0202.3009	- Other	18	359
0203		Meat of swine, fresh, chilled or frozen:		
		- Fresh or chilled:		
	0203.1100	- Carcasses and half-carcasses	18	217
		- Hams, shoulders and cuts thereof, with bone in:		
	0203.1201	- Round and cuts thereof	18	302
	0203.1209	- Shoulders and cuts thereof	18	278
		- Other:		
		- With bone:		
	0203.1901	- Loins and cuts thereof	18	465
	0203.1902	- Other	18	217
		- Boneless:		
	0203.1903	- Minced	18	274
	0203.1904	- Tenderloin	18	717
	0203.1905	- Top loin	18	664
	0203.1906	- Round	18	613
	0203.1909	- Other:	18	274

		- Frozen:		
	0203.2100	- Carcasses and half-carcasses	18	217
		- Hams, shoulders and cuts thereof, with bone in:	-	
	0203.2201	- Round and cuts thereof	18	302
	0203.2209	- Shoulders and cuts thereof	18	278
		- Other:	-	
		- With bone:		
	0203.2901	- Loins and cuts thereof	18	465
	0203.2902	- Other	18	217
		- Boneless:		
	0203.2903	- Minced	18	274
	0203.2904	- Tenderloin	18	717
	0203.2905	- Top loin	18	664
	0203.2906	- Round	18	613
	0203.2909	- Other	18	274
0204		Meat of sheep or goats, fresh, chilled or frozen:		
	0204.1000	- Carcasses and half-carcasses of lamb, fresh or chilled	18	164
		- Other meat of sheep, fresh or chilled:		
	0204.2100	- Carcasses and half-carcasses	18	164
		- Other cuts with bone in:		
	0204.2201	- Loins and cuts thereof	18	229
	0204.2202	- Round and cuts thereof	18	229
	0204.2203	- Shoulders and cuts thereof	18	145
	0204.2209	- Other	18	145
		- Boneless:		
	0204.2301	- Minced	18	234
	0204.2302	- Tenderloin	18	568
	0204.2303	- Top loin	18	530
	0204.2304	- Round	18	530
	0204.2309	- Other	18	234
	0204.3000	- Carcasses and half-carcasses of lamb, frozen	18	164
		- Other meat of sheep, frozen:		
	0204.4100	- Carcasses and half-carcasses	18	164
		- Other cuts with bone in:	0	0
	0204.4201	- Loins and cuts thereof	18	229
	0204.4202	- Round and cuts thereof	18	229
	0204.4203	- Shoulders and cuts thereof	18	145
	0204.4209	- Other	18	145
		- Boneless:		
	0204.4301	- Minced	18	234
	0204.4302	- Tenderloin	18	568
	0204.4303	- Top loin	18	530
	0204.4304	- Round	18	530
	0204.4309	- Other	18	234
	0204.5000	- Meat of goats	18	229
0205	0205.0000	Meat of horses, asses, mules or hinnies, fresh, chilled or frozen	18	154

0206		Edible offal of bovine animals, swine, sheep, goats, horses, asses, mules or hinnies, fresh, chilled or frozen:		
	0206.1000	- Of bovine animals, fresh or chilled	18	253
		- Of bovine animals, frozen:		
	0206.2100	- Tongues	18	253
	0206.2200	- Livers	18	146
	0206.2900	- Other	18	210
	0206.3000	- Of swine, fresh or chilled	18	121
		- Of swine, frozen:		
	0206.4100	- Livers	18	121
	0206.4900	- Other	18	121
		- Other, fresh or chilled:		
	0206.8001	- Sheep heads	18	130
	0206.8009	- Other	18	130
		- Other, frozen:		
	0206.9001	- Sheep heads	18	130
	0206.9009	- Other	18	130
0207		Meat and edible offal, of the poultry of heading 0105, fresh, chilled or frozen:		
		- Of fowls of the species <i>Gallus domesticus</i> :		
	0207.1100	- Not cut in pieces, fresh or chilled	18	362
	0207.1200	- Not cut in pieces, frozen	18	263
		- Cuts and offal, fresh or chilled:		
	0207.1301	- Boneless	18	299
	0207.1302	- Liver	18	299
	0207.1309	- Other	18	299
		- Cuts and offal, frozen:		
	0207.1401	- Boneless	18	540
	0207.1402	- Liver	12	299
	0207.1409	- Other	18	263
		- Of turkeys:		
	0207.2400	- Not cut in pieces, fresh or chilled	18	362
	0207.2500	- Not cut in pieces, frozen	18	362
		- Cuts and offal, fresh or chilled:		
	0207.2601	- Boneless	18	299
	0207.2602	- Liver	18	299
	0207.2609	- Other	18	299
		- Cuts and offal, frozen:		
	0207.2701	- Boneless	18	600
	0207.2702	- Liver	12	299
	0207.2709	- Other	18	362
		- Of ducks, geese or guinea fowls:		
	0207.3200	- Not cut in pieces, fresh or chilled	18	362
	0207.3300	- Not cut in pieces, frozen	18	362
	0207.3400	- Fatty livers, fresh or chilled	18	154
		- Other, fresh or chilled:		
	0207.3501	- Boneless	18	299
	0207.3502	- Liver	18	299
	0207.3509	- Other	18	299
		- Other, frozen:		
		-		
	0207.3601	- Boneless	18	600

	0207.3602	- Liver	12	299
	0207.3609	- Other	18	362
0208		Other meat and edible meat offal, fresh, chilled or frozen:		
	0208.1000	- Of rabbits or hares	18	236
		- Other:		
	0208.9001	- Pigeons	18	218
	0208.9002	- Pheasants	18	218
	0208.9003	- Ptarmigans, frozen	18	268
	0208.9004	- Deer	18	218
	0208.9007	- Boneless reindeer meat, frozen	18	608
	0208.9008	- Reindeer meat with bone, frozen ³⁰	18	608
	0208.9009	- Frogs' legs	18	236
	0208.9019	- Other	18	218
0209				
		Pig fat, free of lean meat, and poultry fat, not rendered or otherwise extracted,		
	0209.0000	fresh, chilled, frozen, salted, in brine, dried or smoked	18	60
0210		Meat and edible meat offal, salted, in brine, dried or smoked; edible flours and		
		meals of meat or meat offal:		
	0010 1100	- Meat of swine:	10	202
	0210.1100	- Hams, shoulders and cuts thereof, with bone in	18	302
	0210.1200	- Bellies (streaky) and cuts thereof	18	217
		- Other:		
		- Smoked:	• •	
	0210.1901	- Boneless	30	447
	0210.1902	- Other	18	717
	0210.1909	- Other	18	465
		- Meat of bovine animals:		
	0210.2001	- Boneless	18	877
	2102009	- Other	18	422
		- Other:		
	0210.9910	- Poultry liver, dried or smoked	18	299
		- Sheep meat, salted:		
	0210.9921	- Boneless	18	568
	0210.9929	- Other	18	270
		- Sheep meat, smoked (hangikjöt):		
	0210.9931	- Boneless	18	568
	0210.9939	- Other	18	270
	0210.9990	- Other	30	363

³⁰ Tariff concession for products not already covered by the duty free concession granted in Annex I for ex 0208.9008 "carcasses and half-carcasses of reindeer meat, frozen".