

ANNEX III

REFERRED TO IN PARAGRAPH 1(b) OF ARTICLE 6

PROCESSED AGRICULTURAL PRODUCTS

Article 1

The provisions of this Agreement shall apply to the products listed in Table I.

Article 2

1. In order to take account of differences in the cost of the agricultural raw materials incorporated into the products referred to in Article 3 of this Annex, this Agreement does not preclude:

- (a) the levying, upon import, of a fixed duty;
- (b) the application of measures adopted upon export.

2. The fixed duties, levied upon import, shall be based on, but not exceed, the differences between the domestic price and the world market price of the agricultural raw materials incorporated into the products concerned.

Article 3

1. For products listed in Tables II, III and IV, originating in Singapore, Iceland, Liechtenstein/Switzerland and Norway respectively shall accord the concessions indicated in those Tables.

2. Taking into account the provisions laid down in Article 2 of this Annex, Iceland, Liechtenstein/Switzerland and Norway shall, based on reviews that can be requested by either side, accord for products listed respectively in Tables II, III and IV, originating in Singapore, treatment no less favourable than that accorded to any other State.

Article 4

For products listed in Table V, originating in an EFTA State, Singapore shall abolish all customs duties on imports.

Article 5

1. The EFTA States shall notify Singapore and Singapore shall notify the EFTA States at an early stage, at least before the entering into force, of all measures applied under Article 2 of this Annex.
2. Singapore and the EFTA States shall inform each other of all changes in the treatment accorded to the European Community.

Article 6

The EFTA States and Singapore shall review periodically the development of their trade in products covered by this Annex. In the light of these reviews and taking into account the arrangements between the Parties and the European Community or in WTO, the EFTA States and Singapore shall decide on possible changes to the product coverage of this Annex, as well as on a possible development of the measures applied under Article 2 of this Annex.
