

Agreement on Agriculture

Between Iceland and Bosnia and Herzegovina

ARTICLE 1

Scope and Coverage

1. This Agreement concerning trade in agricultural products between Iceland and Bosnia and Herzegovina is concluded further to the Free Trade Agreement between the EFTA States and Bosnia and Herzegovina (hereinafter referred to as “the Free Trade Agreement”), which was signed on 24 June 2013, and in particular pursuant to paragraph 2 of Article 7 of the Free Trade Agreement.
2. This Agreement applies to trade between the Parties relating to agricultural products:
 - (a) classified in Chapters 1 through 24 of the Harmonized Commodity Description and Coding System (hereinafter referred to as "the HS") and not included in Annex II and Annex III to the Free Trade Agreement; and
 - (b) covered by Annex I referred to in subparagraph 1(a) of Article 7 of the Free Trade Agreement.

ARTICLE 2

Tariff Concessions

1. Iceland shall grant tariff concessions to agricultural products originating in Bosnia and Herzegovina as specified in Annex 1 subject to the condition that no export subsidies be paid for exports of these products by Bosnia and Herzegovina.
2. Bosnia and Herzegovina shall grant tariff concessions to agricultural products originating in Iceland as specified in Annex 2 subject to the condition that no export subsidies be paid for exports of these products by Iceland.

ARTICLE 3

Rules of Origin and Administrative Cooperation

1. Article 8 of the Free Trade Agreement shall apply to this Agreement, *mutatis mutandis*, except as provided for in paragraph 2.

2. For the purposes of this Agreement, only bilateral cumulation is allowed between the Parties.

ARTICLE 4

Dialogue

The Parties shall examine any difficulties that might arise in their trade in agricultural products and shall endeavour to seek appropriate solutions.

ARTICLE 5

Further Liberalisation

The Parties undertake to continue their efforts with a view to achieving further liberalisation of their trade in agricultural products, taking account of the pattern of such trade between them, the particular sensitivities of such products, and the development of the agricultural policies on either side. At the request of either Party, the Parties shall consult to achieve this objective, including through improvements in market access by reduction or elimination of customs duties on agricultural products and through extension of the scope of agricultural products covered by this Agreement.

ARTICLE 6

WTO Agreement on Agriculture

The Parties confirm their rights and obligations under the WTO Agreement on Agriculture, except for export subsidies as referred to in paragraphs 1 and 2 of Article 2 of this Agreement.

ARTICLE 7

Provisions of the Free Trade Agreement

The provisions on Territorial Application (Article 4), Relations to Other International Agreements (Article 3), Central, Regional and Local Government (Article 5), Transparency (Article 6), Quantitative Restrictions (Article 11), Internal Taxation and Regulations (Article 12), Sanitary and Phytosanitary Measures (Article 13), Technical Regulations (Article 14), Trade Facilitation (Article 15), State Trading Enterprises (Article 17), Anti-dumping (Article 20), Bilateral Safeguard Measures (Article 22), Exceptions (Article 24), Payments for Current Transactions (Article 29), Balance of Payments Difficulties (Article 31), Fulfilment of Obligations (Article 47), Amendments (Article 50) as well as Chapter VIII on Dispute Settlement of the Free Trade Agreement shall apply, *mutatis mutandis*, between the Parties to this Agreement.

ARTICLE 8

Agricultural Safeguard Measures

1. Where, as a result of the reduction or elimination of a customs duty under this Agreement, an agricultural product originating in a Party is being imported into the territory of the other Party in such increased quantities, in absolute terms or relative to domestic production, or at such reduced prices in the importing Party, so as to constitute a substantial cause of serious injury or threat thereof to the domestic industry of like or directly competitive products in the territory of the importing Party, the importing Party may take safeguard measures to the minimum extent necessary to remedy or prevent the injury.
2. A safeguard measure shall not be taken for a period exceeding one year and may consist of:
 - (a) increasing the rate of customs duty for the product to a level not exceeding the MFN rate of duty applied at the time the measure is taken; or
 - (b) introducing a tariff quota for preferential trade, based on historical trade volumes of the five preceding years, excluding the import surge volumes that necessitated the introduction of the safeguard measure.
3. The Party intending to take a safeguard measure on an agricultural product shall immediately, and in any case before taking a measure, make notification to the other Party. Within 60 days from the date of notification, the notifying Party shall provide all pertinent information concerning the safeguard measure. On request, that Party shall consult with the affected Party on the conditions of application of the measure.
4. Within five years after the date of entry into force of this Agreement the Parties shall review this Article and assess whether any modifications are required.

ARTICLE 9

Entry into Force and Termination

1. This Arrangement shall enter into force on the same date as the Free Trade Agreement enters into force between Iceland and Bosnia and Herzegovina. It shall remain in force as long as the Free Trade Agreement remains in force between them.
2. This Agreement shall be terminated if a Party withdraws from the Free Trade Agreement, in which case this Agreement shall be considered terminated on the same date the withdrawal from the Free Trade Agreement takes effect.

IN WITNESS WHEREOF the undersigned, being duly authorised thereto, have signed this Agreement.

Done at Trondheim, this 24th day of June 2013, in two originals.

For Iceland

For Bosnia and Herzegovina

ANNEX I

REFERRED TO IN ARTICLE 2

TARIFF CONCESSIONS ICELAND

Tariff line Nr.	English				
Icelandic customs tariff 2010	Description of products	MFN - rate of duty, ad valorem	MFN - rate of duty, specific	GATT Bound Ad valorem/ specific	Offered Rate of Duty
1	2	3a	3b	4	4
ex chapter 4	Dairy produce; bird's eggs; natural honey; edible products of animal origin, not elsewhere specified or included				
0409	Natural honey	0		22	Free
Chapter 5	Products of animal origins, not elsewhere specified or included	0		0 to 175	Free
ex Chapter 7	Edible vegetables and certain roots and tubers	0		0 to 175	Free
ex 0703	Onions, shallots, garlic, leeks and other alliaceous vegetables, fresh or chilled;				
0703.10	- Onions and shallots, fresh or chilled	30		34	Free
07.03.20	- Garlic, fresh or chilled	30		34	Free
0708	Leguminous vegetables, shelled or unshelled, fresh or chilled	25		26	Free
ex 0709	Other vegetables, fresh or chilled				
0709.20	Asparagus, fresh or chilled	30		30	Free
07.09.5901	Truffles, fresh or chilled	30		283/5.45	Free
0709.70	Spinach, N-Z spinach and orache spinach (garden spinach), fresh or chilled	20		189/3.9	Free
0709.9003	Olives	30		34	Free
0709.9005	Globe artichokes, fresh or chilled	30		34	Free
ex 0710	Vegetables (uncooked or cooked by steaming or boiling in water), frozen				
0710.21	Peas, frozen	30		34	Free
0710.22	Beans, frozen	30		34	Free
07.10.29	Other	30		34	Free
07.10.40	Sweet corn, frozen	30		51 to 175	Free
0711	Vegetables provisionally preserved (for example, by sulphur dioxide gas, in brine, in sulphur water or in other preservative solutions), but unsuitable in that state for immediate consumption	30		34 to 315	Free
0712	Dried vegetables, whole, cut, sliced, broken or in powder, but not prepared	30		30 to 315	Free
0713	Dried leguminous vegetables, shelled, whether or not skinned or split	0		0	Free
Chapter 8	Edible fruit and nuts; peel of citrus fruit or melons	0		0 to 40	Free
Chapter 9	Coffee, tea, maté and spices	0		0 to 40	Free
ex Chapter 10	Cereals				
	Other than for animal feeding	0		0	Free
ex Chapter 11	Products for milling industry; malt; starches; inulin; wheat gluten				
ex 1101	Wheat or meslin flour				
	Other than for animal feeding	0		0	Free
ex 1102	Cereal flours other than of wheat or meslin				

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1	2	3a	3b	4	4
	Other than for animal feeding	0		0	Free
ex 1103	Cereal grouts, meal and pellets				
	Other than for animal feeding	0		0	Free
ex 1104	Cereal grains otherwise worked (for example hulled, rolled, flaked, pearled, sliced or kibbled), except rice of heading No. 1006; germ of cereals, whole, rolled, flaked or ground.				
	Other than for animal feeding	0		0	Free
1105	Flour, meal, powder, flaked, granules and pellets of potatoes	0-12		12 to 175	Free
ex 1106	Flour, meal and powder of the dried leguminous vegetables of heading No. 0713, of sago or of roots or tubers of heading No. 0714 or of the products of Chapter 8				
	Other than for animal feeding	0		21	Free
1107	Malt, whether or not roasted	0		21	Free
1108	Starches, inulin:	0-5		12 to 175	Free
1109	Wheat gluten, whether or not dried	0		12 to 175	Free
ex Chapter 12	Oil seeds and oleaginous fruits, miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder				
1201	Soya beans, whether or not broken	0		0 to 175	Free
1202	Ground-nuts, not roasted or otherwise cooked, whether or not shelled or broken:	0		0 to 175	Free
1203	Copra	0		0 to 175	Free
1204	Linseed, whether or not broken	0		0 to 175	Free
1205	Rape or colza seeds, whether or not broken	0		0 to 175	Free
1206	Sunflower seeds, whether or not broken	0		0 to 175	Free
1207	Other oil seeds and oleaginous fruits, whether or not broken	0		0 to 175	Free
1208	Flours and meals of oil seeds or oleaginous fruits, other than those of mustard	0		0 to 175	Free
1209	Seeds, fruits and spores, of a kind used for sowing	0		0 to 175	Free
1210	Hop cones, fresh or dried, whether or not ground, powdered or in form of pellets; lupulin.	0		0	Free
1211	Plants and parts of plants (including seeds and fruits), of a kind used primarily in perfumery, in pharmacy or for insecticidal, fungicidal or similar purposes, fresh or dried, whether or not cut, crushed or powdered	0		0	Free
1212	Locust beans, seaweed and other algae, sugar beet and sugar cane, fresh, chilled, frozen or dried, etc.	0		0 to 175	Free
1214	Swedes, mangolds, fodder roots, hay, lucerne (alfalfa), clover, sainfoin, forage kale, lupines, vetches and similar forage products, whether or not in the form of pellets	0		175	Free
Chapter 13	Lac; gums, resins and other vegetable saps and extracts	0		0 to 25	Free
Chapter 14	Vegetable plaiting materials; vegetable products not elsewhere specified or included	0		0 to 9	Free
ex Chapter 15	Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animal or vegetable waxes.				
1502	Fats of bovine animals, sheep or goats, other than those of heading 15.03	0		119	Free

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1	2	3a	3b	4	4
1503	Lard steaming, lard oil, oleostearing, oleo-oil and tallow oil, nut emulsified or mixed or otherwise prepared	0		119	Free
1505	Wool grease and fatty substances derived there from (including lanolin):	0		5	Free
1506	Other animal fats and oils and their fractions, whether or not refined, but not chemically modified	0		119	Free
1507	Soya-bean oil and its fractions, whether or not refined, but not chemically modified:	0		107	Free
1508	Ground-nut oil and its fractions, whether or not refined, but not chemically modified	0		107	Free
1509	Olive oil and its fractions, whether or not refined, but not chemically modified	0		107	Free
1512	Sunflower-see, safflower or cotton-seed oil and fraction thereof, whether or not refined, but not chemically modified	0		107	Free
1515	Other fixed vegetable fats and oils (including jojoba oil) and their fractions, whether or not refined, but not chemically modified	0		107	Free
1516	Animal or vegetable fats and oils and their fractions, partly or wholly hydrogenated, inter-esterified, reesterified or elaidinised, whether or not refined, but not further prepared	0		107	Free
1518	Animal or vegetable fats and oils and their fractions, boiled, oxidised, dehydrated, sulphurised, blown, polymerised by heat in vacuum or in inert gas or otherwise chemically modified etc etc	0		107	Free
1520	Glycerol, crude; glycerol waters and glycerol lyes	0		107	Free
1701	Cane or beet sugar and chemically pure sucrose in solid form:	0		0/175	Free
1702	Other sugars, including chemically pure lactose, maltose, glucose and fructose, in solid form; sugar syrups not containing added flavouring or colouring matter; artificial honey, whether or not mixed with natural honey; caramel:	0		0-45/175	Free
ex chapter 18	Cocoa and cocoa preparations				
1801	Cocoa beans, whole or broken, raw or roasted	0		0	Free
1802	Cocoa shells, husks, skins and other cocoa waste	0		0	Free
1803	Cocoa paste, whether or not defatted	0		0	Free
1804	Cocoa butter, fat and oil	0		0	Free
1805	Cocoa powder, not containing added sugar or other sweetening matter	0		0 to 13	Free
ex Chapter 20	Preparations of vegetables, fruits, nuts or other parts of plants				
ex 2001	Vegetables, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid				
2001.10	Cucumbers and gherkins	0		45/1.4	Free
ex2004	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid frozen, other than products of heading 20.06				
2004.90	Other vegetables and mixtures of vegetables	0		237/1.59	Free
ex2005	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen, other than products of heading 20.06				
2005.10	Homogenised vegetables	0		185/1.59	Free
2005.40	Peas (<i>pisum sativum</i>)	0		32	Free

Tariff line Nr.	English				
Icelandic customs tariff 2010	Description of products	MFN - rate of duty, ad valorem	MFN - rate of duty, specific	GATT Bound Ad valorem/ specific	Offered Rate of Duty
1	2	3a	3b	4	4
2005.51	Beans, shelled	0		45	Free
2005.59	Other	0		45	Free
2005.60	Asparagus	0		38	Free
2005.70	Olives	0		45	Free
2005.80	Sweet Corn (<i>Zea mays</i> var. <i>Saccharata</i>)	0		38 to 175	Free
2006	Vegetables, fruits, nuts, fruit-peel and other parts of plants, preserved by sugar (drained, glacé or crystallised)	0		26	Free
2007	Jams, fruit jellies, marmalades, fruit or nut purée and fruit or nut pastes, being cooked preparations, whether or not containing added sugar or other sweetening matter	0		26	Free
2008	Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included	0		32 to 58	Free
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	20		10 to 22	Free
ex 2103	Sauces and preparations therefore, mixed condiments and mixed seasoning, mustard flour and meal and prepared mustard				
2103.10	Soyca sauce	0		29	Free
2103.30	Mustard flour and meal and prepared mustard	0		29	Free
ex Chapter 22	Beverages, spirits and vinegar				
2201	Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavoured; ice and snow	20		23	Free
2209	Vinegar and substitutes for vinegar obtained from acetic acid	0		0 to 175	Free
ex Chapter 23	Residues and waste from food industries; prepared animal fodder.	0		0 to 175	Free
	Other than for animal feeding				
Chapter 24	Tobacco and manufactured tobacco substitutes	0		15 to 25	Free

ANNEX II

REFERRED TO IN ARTICLE 2

TARIFF CONCESSIONS BOSNIA AND HERZEGOVINA

Tariff code	Description	BIH Applied duty			Preference for Iceland
		Ad valorem	Specific	Unit	
0101 10 10 00	-- Horses	0			Free
0101 10 90 00	-- Other	0			Free
0101 90 11 00	---- For slaughter	0			Free
0101 90 19 00	---- Other	0			Free
0101 90 30 00	-- Asses	0			Free
0101 90 90 00	-- Mules and hinnies	0			Free
0204 10 00 00	- Carcases and half-carcases of lamb, fresh or chilled	10	2	KM/kg	100% reduction
0204 21 00 00	-- Carcases and half-carcases	10	2	KM/kg	100% reduction
0204 22 10 00	---- Short forequarters	10	2	KM/kg	20% reduction
0204 22 30 00	---- Chines and/or best ends	10	2	KM/kg	20% reduction
0204 22 50 00	---- Legs	10	2	KM/kg	20% reduction
0204 23 00 00	-- Boneless	10	2	KM/kg	20% reduction
0204 30 00 00	- Carcases and half-carcases of lamb, frozen	10	2	KM/kg	100% reduction
0204 41 00 00	-- Carcases and half-carcases	10	2	KM/kg	100% reduction
0204 42 10 00	---- Short forequarters	10	2	KM/kg	20% reduction
0204 42 30 00	---- Chines and/or best ends	10	2	KM/kg	20% reduction
0204 42 50 00	---- Legs	10	2	KM/kg	20% reduction
0204 43 10 00	---- Of lamb	10	2	KM/kg	20% reduction
0204 43 90 00	---- Other	10	2	KM/kg	20% reduction
0204 50 11 00	---- Carcases and half-carcases	10	2	KM/kg	100% reduction
0204 50 13 00	---- Short forequarters	10	2	KM/kg	20% reduction
0204 50 15 00	---- Chines and/or best ends	10	2	KM/kg	20% reduction
0204 50 19 00	---- Legs	10	2	KM/kg	20% reduction
0204 50 31 00	----- Cuts with bone in	10	2	KM/kg	20% reduction
0204 50 39 00	----- Boneless cuts	10	2	KM/kg	20% reduction
0204 50 51 00	---- Carcases and half-carcases	10	2	KM/kg	100% reduction
0204 50 53 00	---- Short forequarters	10	2	KM/kg	20% reduction
0204 50 55 00	---- Chines and/or best ends	10	2	KM/kg	20% reduction
0204 50 59 00	---- Legs	10	2	KM/kg	20% reduction
0204 50 71 00	----- Cuts with bone in	10	2	KM/kg	20% reduction
0204 50 79 00	----- Boneless cuts	10	2	KM/kg	20%

Tariff code	Description	BIH Applied duty			Preference for Iceland
		Ad valorem	Specific	Unit	
					reduction
0210 99 21 00	----- With bone in	10	2.5	KM/kg	20% reduction
0210 99 29 00	----- Boneless	10	2.5	KM/kg	20% reduction
0406 20 10 00	-- Glarus herb cheese (known as Schabziger) made from skimmed milk and mixed with finely ground herbs	10			100% reduction
0406 20 90 00	-- Other	10			100% reduction
0406 30 10 00	-- In the manufacture of which no cheeses other than Emmentaler, Gruyère and Appenzell have been used and which may contain, as an addition, Glarus herb cheese (known as Schabziger); put up for retail sale, of a fat content by weight in the dry matter no	10	1	KM/kg	100% reduction
0406 30 31 00	----- Not exceeding 48 %	10	1	KM/kg	50% reduction
0406 30 39 00	----- Exceeding 48 %	10	1	KM/kg	50% reduction
0406 30 90 00	---- Of a fat content, by weight, exceeding 36 %	10	1	KM/kg	100% reduction
0406 40 10 00	-- Roquefort	10			100% reduction
0406 40 50 00	-- Gorgonzola	10			100% reduction
0406 40 90 00	-- Other	10			100% reduction
0406 90 01 00	-- For processing	10	0.8	KM/kg	100% reduction
0406 90 13 00	---- Emmentaler	10	0.8	KM/kg	50% reduction
0406 90 15 00	---- Gruyère, Sbrinz	10	0.8	KM/kg	100% reduction
0406 90 17 00	---- Bergkäse, Appenzell	10	0.8	KM/kg	100% reduction
0406 90 18 00	---- Fromage fribourgeois, Vacherin Mont d'Or and Tête de Moine	10	0.8	KM/kg	100% reduction
0406 90 19 00	---- Glarus herb cheese (known as Schabziger) made from skimmed milk and mixed with finely ground herbs	10	0.8	KM/kg	100% reduction
0406 90 21 00	---- Cheddar	10	0.8	KM/kg	100% reduction
0406 90 23 00	---- Edam	10	0.8	KM/kg	50% reduction
0406 90 25 00	---- Tilsit	10	0.8	KM/kg	50% reduction
0406 90 27 00	---- Butterkäse	10	0.8	KM/kg	100% reduction
0406 90 29 00	---- Kashkaval	10	0.8	KM/kg	50% reduction
0406 90 32 00	---- Feta	10	0.8	KM/kg	50% reduction
0406 90 35 00	---- Kefalo-Tyri	10	0.8	KM/kg	100% reduction
0406 90 37 00	---- Finlandia	10	0.8	KM/kg	100% reduction
0406 90 39 00	---- Jarlsberg	10	0.8	KM/kg	100% reduction
0406 90 50 00	---- Cheese of sheep's milk or buffalo milk in containers containing brine, or in sheepskin or goatskin bottles	10	0.8	KM/kg	100% reduction
0406 90 61 00	----- Grana Padano, Parmigiano Reggiano	10	0.8	KM/kg	100% reduction
0406 90 63 00	----- Fiore Sardo, Pecorino	10	0.8	KM/kg	100% reduction

Tariff code	Description	BIH Applied duty			Preference for Iceland
		Ad valorem	Specific	Unit	
0406 90 69 00	----- Other	10	0.8	KM/kg	50% reduction
0406 90 73 00	----- Provolone	10	0.8	KM/kg	100% reduction
0406 90 75 00	----- Asiago, Caciocavallo, Montasio, Ragusano	10	0.8	KM/kg	100% reduction
0406 90 76 00	----- Danbo, Fontal, Fontina, Fynbo, Havarti, Maribo, Samsø	10	0.8	KM/kg	100% reduction
0406 90 78 00	----- Gouda	10	0.8	KM/kg	50% reduction
0406 90 79 00	----- Esrom, Italico, Kernhem, Saint-Nectaire, Saint-Paulin, Taleggio	10	0.8	KM/kg	100% reduction
0406 90 81 00	----- Cantal, Cheshire, Wensleydale, Lancashire, Double Gloucester, Blarney, Colby, Monterey	10	0.8	KM/kg	100% reduction
0406 90 82 00	----- Camembert	10	0.8	KM/kg	100% reduction
0406 90 84 00	----- Brie	10	0.8	KM/kg	100% reduction
0406 90 85 00	----- Kefalograviera, Kasseri	10	0.8	KM/kg	100% reduction
0406 90 86 00	----- Exceeding 47 % but not exceeding 52 %	10	0.8	KM/kg	100% reduction
0406 90 87 00	----- Exceeding 52 % but not exceeding 62 %	10	0.8	KM/kg	50% reduction
0406 90 88 00	----- Exceeding 62 % but not exceeding 72 %	10	0.8	KM/kg	50% reduction
0406 90 93 00	----- Exceeding 72 %	10	0.8	KM/kg	100% reduction
0406 90 99 00	----- Other	10	0.8	KM/kg	50% reduction
