

Agricultural Agreement between Lebanon and Iceland

ARTICLE 1

This Agreement concerning trade in agricultural products between Lebanon and Iceland is concluded further to the Free Trade Agreement between Lebanon and the EFTA States, which was signed in Montreux on 24 June 2004, and in particular pursuant to paragraph 2 of Article 4 of that Agreement.

ARTICLE 2

Lebanon shall grant tariff concessions to agricultural products originating in Iceland as specified in Annex 1 to this Agreement. Iceland shall grant tariff concessions to agricultural products originating in Lebanon as specified in Annex 2 to this Agreement.

ARTICLE 3

The rules of origin and provisions on co-operation in customs matters applying to this Agreement are set out in Annex 3 hereto.

ARTICLE 4

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

ARTICLE 5

The Parties undertake to continue their efforts with a view to achieving further liberalization of their agricultural trade, within the framework of their respective agricultural policies.

ARTICLE 6

The *WTO Agreement on Agriculture* shall apply between the Parties.

ARTICLE 7

The *WTO Agreement on Application of Sanitary and Phytosanitary Measures* shall apply between the Parties.

ARTICLE 8

1. This Agreement is subject to ratification, acceptance or approval.
2. This Agreement shall enter into force on the same date as the Free Trade Agreement between Lebanon and the EFTA States.

ARTICLE 9

This Agreement shall remain in force as long as the Parties to it remain Parties to the Free Trade Agreement between Lebanon and the EFTA States.

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

Done at Montreux, this 24th day of June, in duplicate in the English language.

For Iceland

For Lebanon

Annex 1

Heading No.	Lebanese H.S. Code	Description of products	Tariff reduction
ex Chapter 1		Live animals	
ex 01.01*		Live horses	100%
ex Chapter 2		Meat and edible meat offal	
ex 02.04*		Meat of sheep , fresh, chilled or frozen.	100%
ex 02.05*		Meat of horses , fresh, chilled or frozen.	100%
ex 02.10		Meat and edible meat offal, salted, in brine, dried or smoked; edible flours and meals of meat or meat offal:	
	02.10.90*	-Other, including edible flours and meals of meat or meat offal:	100%
ex Chapter 5		Products of animal origin, not elsewhere specified or included	
05.05**		Skins and other parts of birds, with their feathers or down, feathers and parts of feathers (whether or not with trimmed edges) and down, not further worked than cleaned, disinfected or treated for preservation; powder and waste of feathers or parts of feathers.	100%
05.11*		Animal products not elsewhere specified or included; dead animals of Chapter 1 or 3, unfit for human consumption.	100%

* Reduction by percent on currently applied customs duty starting 1 March 2008 and with treatment no less favourable than that accorded to the European Community.

** Free as of 1 March 2008

Annex 2

Heading No.	Icelandic H.S. Code	Description of products	Duty for Lebanon
ex Chapter 4		Dairy produce; birds' eggs; natural honey; edible products of animal origin, not elsewhere specified or included	
0409		Natural honey	Free
Chapter 5		Products of animal origin, not elsewhere specified or included	Free
ex Chapter 7		Edible vegetables and certain roots and tubers	
ex 0703		Onions, shallots, garlic, leeks and other alliaceous vegetables, fresh or chilled:	
	0703.10	-Onions and shallots, fresh or chilled	Free
	0703.20	-Garlic, fresh or chilled	Free
0708		Leguminous vegetables, shelled or unshelled, fresh or chilled	Free
ex 0709		Other vegetables, fresh or chilled	
	0709.10	Globe artichokes, fresh or chilled	Free
	0709.20	Asparagus, fresh or chilled	Free
	0709.52	Truffles, fresh or chilled	Free
	0709.70	Spinach, N-Z spinach and orache spinach (garden spinach), fresh or chilled	Free
	0709.9003	Olives	Free
ex 0710		Vegetables (uncooked or cooked y steaming or oiling in water), frozen	
	0710.21	Peas, frozen	Free
	0710.22	Beans, frozen	Free
	0710.29	Leguminous vegetables frozen nes	Free
	0710.40	Sweet corn, frozen	Free
ex0711		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	
	0711.10	Onions, provisionally preserved but not suitable for immediate consumption	Free
	0711.20	Olives	Free

Heading No.	Icelandic H.S. Code	Description of products	Duty for Lebanon
0713		Dried leguminous vegetables, shelled, whether or not skinned or split	Free
Chapter 8		Edible fruit and nuts; peel of citrus fruit or melons	Free
Chapter 9		Coffee, tea, maté and spices	Free
ex Chapter 10		Cereals Other than for animal feeding	Free
ex Chapter 11		Products of the milling industry; malt; starches; inulin; wheat gluten	
ex 1101		Wheat or meslin flour Other than for animal feeding	Free
ex 1102		Cereal flours other than of wheat or meslin Other than for animal feeding	Free
ex 1103		Cereal groats, meal and pellets Other than for animal feeding	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	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	Free
1107		Malt, whether or not roasted	Free
ex 1108		Starches; inulin:	
	1108.11	Wheat starch	Free
	1108.12	Maize (corn) starch	Free
	1108.14	Manioc (cassava) starch	Free
	1108.19	Other starches	Free
	1108.20	Inulin	Free
1109		Wheat gluten, whether or not dried	Free
ex Chapter 12		Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder	

Heading No.	Icelandic H.S. Code	Description of products	Duty for Lebanon
1201		Soya beans, whether or not broken	Free
1202		Ground-nuts, not roasted or otherwise cooked, whether or not shelled or broken:	Free
1203		Copra	Free
1204		Linseed, whether or not broken	Free
1205		Rape or colza seeds, whether or not broken	Free
1206		Sunflower seeds, whether or not broken	Free
1207		Other oil seeds and oleaginous fruits, whether or not broken	Free
1208		Flours and meals of oil seeds or oleaginous fruits, other than those of mustard	Free
1209		Seeds, fruit and spores, of a kind used for sowing	Free
1210		Hop cones, fresh or dried, whether or not ground, powdered or in the form of pellets; lupulin	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	Free
1212		Locust beans, seaweeds and other algae, sugar beet and sugar cane, fresh, chilled, frozen or dried, whether or not ground; fruit stones and kernels and other vegetable products (including unroasted chicory roots of the variety <i>Cichorium intybus sativum</i>) of a kind used primarily for human consumption, not elsewhere specified or included	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	Free
Chapter 13		Lac; gums, resins and other vegetable saps and extracts	Free
Chapter 14		Vegetable plaiting materials; vegetable products not elsewhere specified or included	Free

Heading No.	Icelandic H.S. Code	Description of products	Duty for Lebanon
ex Chapter 15		Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animal or vegetable waxes	
1509		Olive oil and its fractions, whether or not refined, but not chemically modified	Free
1510		Other oils and their fractions, obtained solely from olives, whether or not refined, but not chemically modified, including blends of these oils or fractions with oils or fractions of heading No. 15.09	Free
1515		Other fixed vegetable fats and oils (including jojoba oil) and their fractions, whether or not refined, but not chemically modified	Free
ex Chapter 17		Sugars and sugar confectionery	
1701		Cane or beet sugar and chemically pure sucrose, in solid form	Free
1702		Other sugars, including chemically pure lactose, maltose, lucose and fructose, in solid form; sugar syrups not containing added flavouring or colouring matter; artificial honey, whether or not mixed with natural honey; caramel	Free
ex 1703		Molasses resulting from the extraction or refining of sugar Other than for animal fodder	Free
ex Chapter 18		Cocoa and cocoa preparations	
1801		Cocoa beans, whole or broken, raw or roasted	Free
1802		Cocoa shells, husks, skins and other cocoa waste	Free
1803		Cocoa paste, whether or not defatted	Free
1804		Cocoa butter, fat and oil	Free
1805		Cocoa powder, not containing added sugar or other sweetening matter	Free
ex Chapter 20		Preparations of vegetables, fruit, nuts or other parts of plants	
2007		Jams, fruit jellies, marmalades, fruit or nut purée	Free

Heading No.	Icelandic H.S. Code	Description of products	Duty for Lebanon
2008		<p>and fruit or nut pastes, being cooked preparations, whether or not containing added sugar or other sweetening matter</p> <p>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</p>	Free
2009		<p>Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter</p>	Free
ex Chapter 22		<p>Beverages, spirits and vinegar</p>	
2201		<p>Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavoured; ice and snow</p>	Free

ANNEX 3

RULES OF ORIGIN

Article 1

Definitions

For the purposes of this Annex, the definitions set out in Article 1 of Protocol B to the Free Trade Agreement between the EFTA States and Lebanon shall apply. Any references therein to “EFTA States” shall be taken to refer to Iceland in this Annex.

Article 2

Origin criteria

1. For the purposes of this Agreement on agricultural products, a product shall be considered as originating in Iceland or in Lebanon if it has been:
 - (a) wholly obtained there within the meaning of Article 4;
 - (b) sufficiently worked or processed there within the meaning of Article 5; or
 - (c) produced there exclusively from materials originating in the Party concerned in accordance with this Annex.
2. The conditions for acquiring originating status laid down in paragraph 1 shall be fulfilled without interruption in Iceland or in Lebanon respectively.

Article 3

Bilateral cumulation of origin

Notwithstanding Article 2, materials originating in the other Party within the meaning of this Annex shall be considered as materials originating in the Party concerned and it shall not be necessary that such materials have undergone sufficient working or processing within the territory of that Party, provided however that the working or processing goes beyond that referred to in Article 6.

Article 4

Wholly obtained products

For the purposes of Article 2 (1)(a), the following products shall be considered as wholly obtained in Iceland or in Lebanon:

- (a) vegetable products harvested there;
- (b) live animals born and raised there;

- (c) products obtained from live animals raised there;
- (d) products obtained from hunting, fishing or trapping conducted there;
- (e) waste and scrap resulting from manufacturing operations conducted there;
- (f) goods produced there manufactured there exclusively from the products specified in sub-paragraphs (a) to (e) or from their derivatives, at any stage of production.

Article 5

Sufficiently worked or processed products

1. For the purposes of Article 2 (1)(b), a product incorporating materials which have not been wholly obtained either in Norway or in Lebanon, shall be considered as having undergone sufficient working or processing in Iceland or in Lebanon respectively, when the conditions set out for that product in the Appendix are fulfilled. The conditions referred to in this paragraph indicate, for all products covered by this Agreement, the working or processing to be carried out on all non-originating materials used and shall apply only in relation to such materials.
2. Notwithstanding paragraph 1, non-originating materials which, according to the conditions set out in the Appendix, should not be used in the manufacture of a product may nevertheless be used, provided that:
 - (a) their total value does not exceed 10 per cent of the ex-works price of the product;
 - (b) any of the percentages given in the Appendix for the maximum value of non-originating materials are not exceeded through the application of this paragraph.
3. Paragraphs 1 and 2 shall apply except as provided for in Article 6.

Article 6

Insufficient working or processing

The provisions regarding insufficient working or processing operations contained in Article 7 of Protocol B to the EFTA-Lebanon FTA shall apply. Any references therein to "EFTA States" shall be taken to refer to Iceland in this Annex.

Article 7

Unit of classification

For the purposes of this Annex, the tariff classification of a particular product or material shall be determined according to the Harmonized System.

Article 8

Packing materials and containers

Packing materials and containers in which a product is packed for transport or shipment, shall be disregarded for the purpose of determining the origin of that product in accordance with Article 4 or 5.

Article 9

Neutral elements

The provisions regarding neutral elements contained in Article 11 of Protocol B to the EFTA-Lebanon FTA shall apply.

Article 10

Direct transport

The provisions regarding direct transport contained in Article 13 of Protocol B to EFTA-Lebanon FTA shall apply. Any references therein to “EFTA States” shall be taken to refer to Iceland in this Annex.

Article 11

Proof of Origin

The provisions regarding proof of origin contained in Title V of Protocol B to EFTA-Lebanon FTA shall apply. Any references therein to “EFTA States” shall be taken to refer to Iceland in this Annex.

Article 12

Arrangements for administrative co-operation

The provisions regarding arrangements for administrative co-operation contained in Title VI of Protocol B to EFTA-Lebanon FTA shall apply. Any references therein to “EFTA States” shall be taken to refer to Iceland in this Annex.

APPENDIX TO ANNEX 3

LIST OF PRODUCTS REFERRED TO IN PARAGRAPH 1 OF ARTICLE 5

Introductory Note.

The provisions on Introductory Notes contained in Appendix 1 to the EFTA-Lebanon FTA shall apply to this Appendix. Any references therein to “EFTA States” shall be taken to refer to Iceland in this Appendix.

HS Heading No.	Description of product	Working or processing carried out on non-originating materials that confers originating status
(1)	(2)	(3)
Chapter 01	Live animals	Manufacture in which all the materials of Chapter 1 used must be wholly obtained
Ex Chapter 02	Meat and edible meat offal	Manufacture in which all the materials of Chapter 1 and 2 used must be wholly obtained
0210	Meat, salted and dried	Manufacture in which all the materials used are classified within a heading other than that of the product
Chapter 04	Dairy produce; birds' eggs; natural honey; edible products of animal origin, not elsewhere specified or included	Manufacture in which all the materials of Chapter 4 used must be wholly obtained
Ex. Chapter 05	Products of animal origin, not elsewhere specified or included; except for:	Manufacture in which all the materials of Chapter 5 used must be wholly obtained
ex 0502	Prepared pigs', hogs' or boars' bristles and hair	Cleaning, disinfecting, sorting and straightening of bristles and hair
Chapter 06	Live trees and other plants; bulbs, roots and the like; cut flowers and ornamental foliage	Manufacture in which all the materials of Chapter 6 used must be wholly obtained
Chapter 07	Edible vegetables and certain roots and tubers	Manufacture in which all the materials of Chapter 7 used must be wholly obtained
Chapter 08	Edible fruit and nuts; peel of citrus fruits or melons	Manufacture in which all the materials of Chapter 8 used must be wholly obtained
ex Chapter 09	Coffee, tea, maté and spices;	Manufacture in which all the materials of

HS Heading No.	Description of product	Working or processing carried out on non-originating materials that confers originating status
(1)	(2)	(3)
0901	except for: Coffee, whether or not roasted or decaffeinated; coffee husks and skins; coffee substitutes containing coffee in any proportion	Chapter 9 used must be wholly obtained Manufacture from materials of any heading
0902	Tea, whether or not flavoured	Manufacture from materials of any heading
0906.20	Fruits of the genus <i>Capsicum</i> or of the genus <i>Pimenta</i> , dried or crushed or ground	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
ex 0910	Mixtures of spices	Manufacture from materials of any heading
Chapter 10	Cereals	Manufacture in which all the materials of Chapter 10 used must be wholly obtained
ex Chapter 11	Products of the milling industry; malt; starches; inulin; wheat gluten; except for:	Manufacture in which: <ul style="list-style-type: none"> – all the edible vegetables, roots and tubers of heading No 0714 or fruit used must be wholly obtained, and – all the cereals used are classified within a Chapter other than that of the product
1106.10	Flour, meal and powder of the dried, shelled leguminous vegetables of heading No 0713	Drying and milling of leguminous vegetables of heading No 0708
1106.20	Flour, meal and powder of dried sago or of roots or tubers of heading No. 0714	Manufacture in which all the materials used are classified within a Chapter other than that of the product
1108	Starches; inulin	Manufacture in which all the materials used are classified within a Chapter other than that of the product
1109	Wheat gluten, whether or not dried	Manufacture in which all the materials used are classified within a Chapter other than that of the product
ex Chapter 12	Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder; except for:	Manufacture in which all the materials of Chapter 12 used must be wholly obtained

HS Heading No.	Description of product	Working or processing carried out on non-originating materials that confers originating status
(1)	(2)	(3)
1208	Flours and meals of oil seeds or oleaginous fruits, other than those of mustard	Manufacture in which all the materials used are classified within a heading other than that of the product
1301 1302	Lac; natural gums, resins, gum-resins and oleoresins (for example, balsams) Vegetable saps and extracts; pectic substances, pectinates and pectates; agar-agar and other mucilages and thickeners, whether or not modified, derived from vegetable products: - Mucilages and thickeners, modified, derived from vegetable products - Other	Manufacture in which the value of any materials of heading No 1301 used may not exceed 50% of the ex-works price of the product Manufacture from non-modified mucilages and thickeners Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
Chapter 14	Vegetable plaiting materials; vegetable products not elsewhere specified or included	Manufacture in which all the materials of Chapter 14 used must be wholly obtained
ex Chapter 15 ex 1507 to 1515	Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animals or vegetable waxes; except for: Vegetable oils and their fractions: - Soya, ground nut, palm, copra, palm kernel, babassu, tung and oiticica oil, myrtle wax and Japan wax, fractions of jojoba oil and oils for technical or industrial uses other than the manufacture of foodstuffs for human consumption - Solid fractions, except for that of jojoba oil - Other	Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture from other materials of heading No 1507 to 1515 Manufacture in which all the vegetable materials used must be wholly obtained

HS Heading No.	Description of product	Working or processing carried out on non-originating materials that confers originating status
(1)	(2)	(3)
ex 1507 to 1515	Refined oil	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
1509	Olive oil and its fractions, whether or not refined, but not chemically modified	Manufacture in which all the vegetable materials used are wholly obtained
1515.30	Castor oil and its fractions, whether or not refined, but not chemically modified	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
1515.40	Tung oil and its fractions, whether or not refined, but not chemically modified	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
1515.50	Sesame oil and its fractions, whether or not refined, but not chemically modified	Manufacture in which all the materials used are classified within a Chapter other than that of the product
1515.90	Other fixed vegetable fats and oils and their fractions, whether or not refined, but not chemically modified	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
ex Chapter 17	Sugars and sugar confectionery; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product
ex 1701	Cane or beet sugar and chemically pure sucrose, in solid form, flavoured or coloured	Manufacture in which the value of any materials of Chapter 17 used does not exceed 50% the ex-works price of the product
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:	
	– Chemically pure maltose and fructose	Manufacture from materials of any heading including other materials of heading No 1702
	– Other sugars in solid form, flavoured or coloured	Manufacture in which the value of any materials of Chapter 17 used does not exceed 50% of the ex-works price of the product
	– Other	Manufacture in which all the materials used must already be originating

HS Heading No.	Description of product	Working or processing carried out on non-originating materials that confers originating status
(1)	(2)	(3)
ex 1703	Molasses resulting from the extraction or refining of sugar, flavoured or coloured	Manufacture in which the value of any materials of Chapter 17 used does not exceed 50% of the ex-works price of the product
Chapter 18	Cocoa and cocoa preparations	Manufacture in which all the materials used are classified within a heading other than that of the product
Chapter 20	Preparations of vegetables, fruit, nuts or other parts of plants	Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product
Chapter 22	Beverages, spirits and vinegar	Manufacture in which all the materials used are classified within a heading other than that of the product