PROTOCOL I

(Referred to in Article 4)

ABOLITION OF CUSTOMS DUTIES AND CHARGES HAVING EQUIVALENT EFFECT ON IMPORTS BETWEEN THE REPUBLIC OF TURKEY AND THE ARAB REPUBLIC OF EGYPT

1. Customs duties and charges having equivalent effect on imports applicable in Turkey to products originating in Egypt shall be abolished upon the entry into force of this Agreement.

2. Customs duties and charges having equivalent effect on imports applicable in Egypt to products originating in Turkey which are listed in this Protocol shall be abolished in accordance with the timetable defined below:

   a) For the products listed in List 1 customs duties and charges having equivalent effect shall be reduced as follows:

      - on the date of entry into force of this Agreement, each duty and charge shall be reduced to 50% of the basic duty;
      - on 1 January 2007, each duty and charge shall be reduced to 25% of the basic duty;
      - on 1 January 2008, the remaining duties shall be abolished.

   b) For the products listed in List 2 customs duties and charges having equivalent effect shall be reduced as follows:

      - on 1 January 2008, each duty and charge shall be reduced to 90% of the basic duty;
      - on 1 January 2009, each duty and charge shall be reduced to 75% of the basic duty;
      - on 1 January 2010, each duty and charge shall be reduced to 60% of the basic duty;
      - on 1 January 2011, each duty and charge shall be reduced to 45% of the basic duty;
      - on 1 January 2012, each duty and charge shall be reduced to 30% of the basic duty;
      - on 1 January 2013, each duty and charge shall be reduced to 15% of the basic duty;
      - on 1 January 2014, the remaining duties shall be abolished.
c) For the products listed in List 3 customs duties and charges having equivalent effect shall be reduced as follows:

- on 1 January 2010, each duty and charge shall be reduced to 95% of the basic duty;
- on 1 January 2011, each duty and charge shall be reduced to 90% of the basic duty;
- on 1 January 2012, each duty and charge shall be reduced to 75% of the basic duty;
- on 1 January 2013, each duty and charge shall be reduced to 60% of the basic duty;
- on 1 January 2014, each duty and charge shall be reduced to 45% of the basic duty;
- on 1 January 2015, each duty and charge shall be reduced to 30% of the basic duty;
- on 1 January 2016, each duty and charge shall be reduced to 15% of the basic duty;
- on 1 January 2017, the remaining duties shall be abolished.

d) For the products listed in List 4 customs duties and charges having equivalent effect shall be reduced as follows:

- on 1 January 2011, each duty and charge shall be reduced to 90% of the basic duty;
- on 1 January 2012, each duty and charge shall be reduced to 80% of the basic duty;
- on 1 January 2013, each duty and charge shall be reduced to 70% of the basic duty;
- on 1 January 2014, each duty and charge shall be reduced to 60% of the basic duty;
- on 1 January 2015, each duty and charge shall be reduced to 50% of the basic duty;
- on 1 January 2016, each duty and charge shall be reduced to 40% of the basic duty;
- on 1 January 2017, each duty and charge shall be reduced to 30% of the basic duty;
- on 1 January 2018, each duty and charge shall be reduced to 20% of the basic duty;
- on 1 January 2019, each duty and charge shall be reduced to 10% of the basic duty;
- on 1 January 2020, the remaining duties shall be abolished.