1. DEFINE PRODUCT CATEGORY

i.e. the HS6 products it includes. whether these are "core", "noncore processed", or "non-core highly processed", and their weights in the category's consumption (Attachment A)

HS6 (PRODUCT A) CORE

HS6 (PRODUCT B) CORE

HS6 (PRODUCT C) PROCESSED (SOMÈ ZERO WEIGHT, SOME NON-ZERO, IN STEP 1)

HS6 (PRODUCT D) PROCESSED (SOME ZERO WEIGHT, SOME NON-ZERO, IN STEP 1)

HS6 (PRODUCT E) PROCESSED (SOME ZERO WEIGHT, SOME NON-ZERO, IN STEP 1)

HS6 (PRODUCT F) HIGHLY PROCESSED (ZERO WEIGHT IN STEP 1)

VARIATION 1. Fruit and vegetables, and eggs — narrower Product Categories, different tariff quota treatment

2. CALCULATE CONSUMPTION FOR PRODUCT CATEGORY

balance sheet method: production, adjusted for trade, stockholding to get consumption (Attachment B)

DOMESTIC CONSUMPTION PRODUCT CATEGORY

(Based on existing data: FAO, OECD, national data)

(Member's adjustment, to comply with common definition of Product Category)

VARIATION 2. "Other" dairy products — consumption as "residual" milk + continued in STEP 2 ...

3. STEP 1 ESTIMATE

HS6 CONSUMPTION

% of Product Category consumption, using common core/non-core weights, adapted from % of world trade (Attachment D)

HS6 (A) CORE (eg, 67%)

HS6 (B) CORE (eg, 23%)

HS6 (C) NON-CORE, (eg, 3%) HS6 (D) NON-CORE, (eg, 7%)

TOTAL CORE HS6 ≥ 90%

HS6(E) = 0%HS6(F) = 0%

VARIATION 3. If core > 90% and if non-core products are selected as sensitive — then, core set = 90%, and 10%shared equally among all noncore products (for significant consumption and quotas for sensitive processed products)

4. STEP 2 ESTIMATE

HS8 (A-1) sensitive

HS8 (D-2) sensitive

NOT SENSITIVE

NOT SENSITIVE

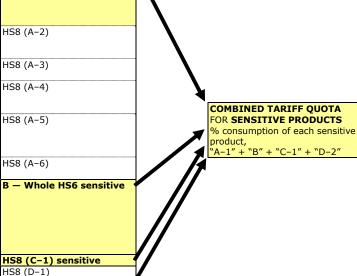
volume check

HS8 CONSUMPTION

% of HS6 consumption, from % of **member's** imports (IDB) adjusted for content of basic product (Attachment D)

5. NEW TARIFF-QUOTA ACCESS OPPORTUNITY

(% of domestic consumption of sensitive product, open to all sensitive products in the Product Category, subject to floor — % of category consumption)



VARIATION 2 (continued). VARIATION 4. Special case — Additional STEP 2 importsmaller minimum access

> **VARIATION 5.** Special case tariff-quota sub-allocation (max 2 quotas for max 3 categories having ≥ 10 HS6 products)