

AGREEMENTS BETWEEN THE REPUBLIC OF ESTONIA, THE REPUBLIC OF LATVIA AND THE REPUBLIC OF LITHUANIA

Communication from Estonia and Latvia

I. BACKGROUND INFORMATION ON THE AGREEMENTS

1. Membership and Dates of Signature, Ratification and Entry into Force

- (a) Free Trade Agreement between the Republic of Latvia, the Republic of Estonia and the Republic of Lithuania

Date of Signature: 13 September 1993 in Tallinn (the Republic of Estonia)
Ratification: 15 December 1993 (the Republic of Estonia)
25 November 1993 (the Republic of Latvia)
20 January 1994 (the Republic of Lithuania)
Entry into Force: 1 April 1994

- (b) Free Trade Agreement between the Republic of Latvia, the Republic of Estonia and the Republic of Lithuania on trade in agricultural products

Date of Signature: 16 June 1996 in Vilnius (the Republic of Lithuania)
Ratification: 15 August 1996 (the Republic of Estonia)
3 October 1996 (the Republic of Latvia)
4 July 1996 (the Republic of Lithuania)
Entry into Force: 1 January 1997

- (c) Agreement on the Abolition of Non-Tariff Barriers to Trade between the Republic of Latvia, the Republic of Estonia and the Republic of Lithuania

Date of Signature: 20 November 1997 in Riga (the Republic of Latvia)
Ratification: 2 March 1998 (the Republic of Estonia)
1 April 1998 (the Republic of Latvia)
24 February 1998 (the Republic of Lithuania)
Entry into Force: 1 July 1998

2. Type of the Agreements

The Free Trade Agreement between the Republic of Latvia, the Republic of Estonia and the Republic of Lithuania (hereinafter "FTA") and the Free Trade Agreement between the Republic of Latvia, the Republic of Estonia and the Republic of Lithuania on trade in agricultural products (hereinafter "FTA on agricultural products") create a free-trade area. The Agreement on the Abolition of Non-Tariff Barriers to Trade between the Republic of Estonia, the Republic of Latvia and the Republic of Lithuania (hereinafter "AANTB") complements the provisions of FTA and FTA on agricultural products by setting terms for abolition of non-tariff barriers to trade between the Parties.

Plan and schedule: the objective of the Agreements is to establish and develop free trade area in conformity with the definition set in Article XXIV:8(b) of GATT 1994.

3. Scope

The provisions of FTA are applied to products originating in the Parties and falling within Chapters 25-97 of the Harmonized Commodity Description and Coding System (HS).

The provisions of FTA on agricultural products are applied to products originating in the Parties and falling within HS Chapters 1-24.

The provisions of AANTB are applied to products originating in the Parties and falling within HS Chapters 1-97.

The FTA, the FTA on agricultural products and the AANTB envisage the elimination of duties and other barriers to trade in respect of substantially all the trade between the Parties in accordance with the requirement of Article XXIV of the GATT 1994.

The FTA and the FTA on agricultural products also contain provisions on State aid, State monopolies, competition, intellectual property rights and public procurement. The FTA on agricultural products also contains provisions on scientific and technical co-operation.

4. Trade Data

See Annex.

II. TRADE PROVISIONS

1. Import restrictions

1.1. Duties and charges

As provided for by Article 5 of FTA and Articles 3 and 4 of FTA on agricultural products, the Parties shall introduce no new customs duties on imports or charges having equivalent effect as well as no duties of a fiscal nature.

As provided for by Article 5 of FTA, the existing customs duties on imports of industrial products and all charges having equivalent effect were abolished between the Parties on the date of entry into force of the FTA.

As provided for by Article 3 of FTA on agricultural products, the existing customs duties on imports of agricultural products and all charges having equivalent effect were abolished between the Parties on the date of entry into force of the FTA on agricultural products.

1.2. Quantitative restrictions

Pursuant to Article 7 of the FTA and Article 6 of FTA on agricultural products, the Parties shall introduce no new quantitative restrictions on imports and measures having equivalent effect.

Pursuant to Article 7 of FTA and Article 6 of FTA on agricultural products, all quantitative restrictions on imports and measures having equivalent effect were abolished on the date of entry into force of FTA and FTA on agricultural products respectively.

2. Export Restrictions

2.1. Duties and charges

Pursuant to Article 6 of the FTA and Article 5 of the FTA on agricultural products, the Parties shall introduce no new customs duties on exports and charges having equivalent effect.

Pursuant to Article 6 of the FTA, all customs duties on exports and charges having equivalent effect were abolished on the date of entry into force of FTA,

As an exception, the Republic of Latvia shall abolish customs duties and charges having equivalent effect on exports to Republic of Estonia and Republic of Lithuania for gypsum, anhydride, limestone, raw skins, wood logs and ferrous and non-ferrous metal waste and scrap by 1 January 1999, at the latest.

Pursuant to Article 5 of the FTA on agricultural products, all customs duties on exports and charges having equivalent effect were abolished on the date of entry into force of FTA on agricultural products.

2.2. Quantitative restrictions

Pursuant to Article 7 of the FTA and Article 6 of the FTA on agricultural products, the Parties shall introduce no new quantitative restrictions on exports and measures having equivalent effect.

Pursuant to Article 7 of the FTA, all quantitative restrictions on exports and measures having equivalent effect were abolished on the date of entry into force of the FTA.

As an exception, the Republic of Estonia shall abolish quantitative restrictions and measures having equivalent effect on exports to Republic of Latvia and Republic of Lithuania for oil shale, gravel, clay and quartz sand by 1 February 1995.

Pursuant to Article 6 of the FTA on agricultural products, all quantitative restrictions on exports and measures having equivalent effect were abolished on the date of entry into force of FTA on agricultural products.

3. Rules of Origin

Rules of origin of goods and related methods of administrative co-operation are specified in Article 4 and Protocol A of the FTA, which is integral part of it. Without prejudice to Article 2 of the FTA (Scope), Protocol A of the FTA is applied to products falling within HS Chapters 1-97, i.e., Protocol A of FTA sets out rules of origin for both FTA and FTA on agricultural products.

In this Protocol, the principles and rules for a definition of the concept of "originating products", for a proof of origin, for a rule of "drawback and exemption", territorial requirements, arrangements for administrative co-operation and other provisions are laid down.

The Parties to the Agreements apply the concept of the Pan-European cumulation.

The implementation of this new origin network has two major consequences. Firstly, semi-finished products originating in any country of the system and which are further processed or assembled in other partner country may always be considered as originating products. Secondly, originating products can be traded between any of the countries involved in the system.

With regard to the territorial requirements, the principle of territoriality is established and the terms related to direct transport and exhibitions, as well as the prohibition of drawback of, or exemption from, customs duties, are set out in the Protocol A.

In the area of proof of origin, the document EUR 1 is used as movement certificate in trade between the Latvia, Estonia and Lithuania. The arrangements for administrative co-operation cover *inter alia*, mutual assistance, verification of proofs of origin, dispute settlement, penalties and free zones.

4. Standards

The Parties have concluded a separate agreement - the AANTB - to abolish technical barriers to trade (TBT) and to harmonize sanitary and phytosanitary (SPS) measures applied by Latvia, Estonia and Lithuania.

4.1. Technical barriers to trade

The Chapter III of the AANTB contains provisions on abolition of TBT between the Parties.

The Parties commend to use international standards in trade between the Parties, whenever such exist or their completion is imminent.

The Parties ensure that national standardization bodies accept and comply with the Code of Good Practice for the Preparation, Adoption and Application of Standards in accordance with the WTO Agreement on TBT.

Any change in technical regulations and standards shall be notified at least one month before its implementation.

The central government bodies and authorized inspection institutions in harmonized or equivalent areas shall accept test results, certificates or marks of conformity issued by the relevant bodies in the territories of other Parties; or rely upon suppliers' declaration of conformity in the territories of other Parties.

In the area of conformity assessment procedures the Parties commend not to formulate or apply such procedures with a view to creating obstacles to trade. The conformity assessment procedures are published before implementation to allow for comments of other Parties.

The Parties shall formulate and adopt international systems for conformity assessment and become members or participate therein.

Each Party ensures that Enquiry Point is established to answer all reasonable enquiries from parties in other Parties as regards TBT and SPS issues in trade between the Parties.

4.2. Sanitary and phytosanitary measures

The Chapter II of the AANTB contains provisions on SPS measures.

To harmonize SPS measures on as wide basis as possible, the Parties base their SPS measures on international standards, guidelines and recommendations developed by the relevant international organizations, including the Codex Alimentarius Commission, the International Office of Epizootic, the relevant international and regional organizations operating within the framework of the International Plant Protection Convention and European Community regulations, guidelines or recommendations and European standards where they exist.

The Parties accept SPS measures of other Parties as equivalent, even if these measures differ from their own or from those used by other Parties trading in the same product, if the exporting Party objectively demonstrates to the importing Party that its measures achieve the importing Party's appropriate level of SPS protection. For this purpose, reasonable access shall be given, upon request, to the importing Party for inspection, testing and other relevant procedures.

The Parties assure that their SPS measures are based on an assessment, as appropriate to the circumstances, of the risks to human, animal or plant life or health, taking into account risk assessment techniques developed by the relevant international organizations.

The Parties notify changes in their SPS measures at least one month before their introduction and shall provide information on their SPS measures.

Each Party ensures that one Enquiry Point exists which is responsible for the provision of answers to all reasonable questions from interested Parties as well as for the provision of relevant documents.

5. Safeguards

Each Party to the FTA and FTA on agricultural products can apply safeguard and emergency measures on the conditions and in conformity with the procedures specified in each of the respective Agreements.

In the FTA, general safeguard measures are contained in Article 18. Other safeguard measures cover structural adjustment (Article 19), re-exports and serious shortage (Article 20) and balance of payments difficulties (Article 21).

In the FTA on agricultural products, general safeguard measures are contained in Article 13. Other safeguard measures cover balance of payments difficulties (Article 14) and re-exports and serious shortage (Article 15).

Article 22 of the FTA and Article 16 of the FTA on agricultural products provide for a procedure for the application of safeguard measures, which foresees consultations within the Joint Committee with a view of finding a mutually acceptable solution. If the Joint Committee fails to reach such a solution or if a period of three months has elapsed from the date of notification on consideration to resorting on safeguard measures, the Party concerned may take appropriate measures. The safeguard measures taken shall be the object of regular consultations with a view to their relaxation, substitution or abolition as soon as possible.

6. Anti-Dumping and Countervailing Measures

As set by Article 17 of the FTA and Article 12 of the FTA on agricultural products, the application of anti-dumping measures shall be in accordance with Article VI of the General Agreement on Tariffs and Trade 1994, as well as with the provisions laid down in Article 22 (FTA) and Article 16 (FTA on agricultural products).

7. Subsidies and State-Aid

As provided for in Article 16 of the FTA, the Parties consider any aid granted by a Party to the FTA or through state resources in any form whatsoever which distorts or threatens to distort competition by favouring certain undertaking or the production of certain goods to be incompatible with the proper functioning of the FTA.

As provided for in Article 11 of the FTA on agricultural products, export subsidies granted by a Party which distort or threaten to distort competition by favouring certain undertakings or the production of certain goods shall be incompatible with the proper functioning of the FTA on agricultural products.

If a Party considers a given practice constitutes such a case of incompatibility, it may take appropriate measures under the conditions and in accordance with the respective procedures laid down in Article 22 of the FTA or Article 16 of the FTA on agricultural products, respectively.

8. Sector-Specific Provisions

None of the three Agreements - FTA, FTA on agricultural products and AANTB - contain any specific provisions applicable to trade between the Parties in individual sectors.

9. Other

State monopolies

As set out in the Article 9 of the FTA, the Parties shall ensure that any State monopoly of commercial character be adjusted so that no discrimination regarding the conditions under which goods are procured and marketed will exist between nationals of Latvia, Estonia and Lithuania. The goods shall be procured and marketed in accordance with commercial considerations.

The FTA on agricultural products and the AANTB do not contain specific provisions on State monopolies.

Rules of competition concerning undertakings

As provided for in Article 15 of the FTA, the following are incompatible with the proper functioning of the FTA:

- all agreements between undertakings, decisions taken by associations of undertakings and concerted practices between undertakings which have as their object or effect the prevention, restriction or distortion of competition;
- abuse by one or more undertakings of a dominant position in the territories of the Parties as a whole or in a substantial part thereof.

If a Party to the FTA considers that a given practice is incompatible with the provisions of the FTA, it may take appropriate measures under the conditions and in accordance with the procedure set out in the FTA.

The FTA on agricultural products and AANTB do not contain specific provisions on rules of competition concerning undertakings.

Public Procurement

Article 13 of the FTA states that Parties consider the effective liberalization of their respective public procurement markets as an integral objective of the FTA. The FTA on agricultural products and the AANTB do not contain specific provisions on public procurement.

Payments

As provided for in Article 12 of the FTA and Article 10 of the FTA on agricultural products, payments relating to trade and the transfer to such payments to the territory of the Party where the creditor resides shall be free from any restrictions.

III. GENERAL PROVISIONS OF THE AGREEMENT

1. Exceptions and Reservations

The FTA (Article 8), the FTA on agricultural products (Article 8) and the AANTB (Article 4) provide for general exceptions. The Parties may introduce prohibitions or restrictions on imports, exports or goods in transit justified on grounds of public morality, public policy or public security; the protection of health and life of humans, animals or plants; the protection of the environment; the protection of national treasures possessing artistic, historic or archaeological value; the protection of intellectual property; and laws and regulations relating to precious stones and metals. Such prohibitions or restrictions shall not, however, constitute means of arbitrary discrimination or a disguised restriction on trade between the Parties.

The FTA (Article 23) provides for security exceptions. The Parties to the Agreement may take actions to prevent the disclosure of information contrary to its essential security interests; for the protection of its essential security interest or for the implementation of international obligations or national policies:

- relating to the traffic in arms, ammunition and implements of war, provided that such measures do not impair the conditioned of competition in respect of products not intended for specifically military purposes, and to such traffic in other goods, materials and services as is carried on directly or indirectly for the purpose of supplying a military establishment; or
- relating to the non-proliferation of biological and chemical weapons, nuclear weapons and other nuclear explosive devices; or
- taken in time of war or other serious international tension.

2. Accession/Withdrawal

None of the three Agreements - FTA, FTA on agricultural products and AANTB - contain specific provisions relating to accession.

All three Agreements - FTA, FTA on agricultural products and AANTB - contain provisions allowing any of the Parties denounce this Agreement by means of a written notification to the Depositary. In this case the respective agreement shall cease to be in force six months after the date on which the depositary has informed all Parties about the receipt of such notification.

3. Dispute Settlement Procedures

As provided for in Article 26 of FTA (Fulfilment of obligations), if one of the Parties considers that any other Party has failed to fulfil an obligation under the FTA, the Party concerned may take appropriate measures after consultations in the Joint Committee under the conditions and in accordance with the procedure laid down in Article 22.

As provided for in Article 21 of FTA on agricultural products (Fulfilment of obligations), if one of the Parties considers that any other Party has failed to fulfil an obligation under the FTA on agricultural products, the Party concerned may take appropriate measures under the conditions and in accordance with the procedure laid down in Article 16.

As provided for in Article 21 of the AANTB (Dispute Settlement), if one of the Parties considers that any other Party has failed to fulfil an obligation under the AANTB, the Party concerned may submit the dispute for consultations in the Joint Committee under the conditions and according to the provisions of Article 20 of the AANTB. If the Joint Committee is unable to reach common consent on the dispute, it shall present relevant information to the Joint Committee of the FTA (which serves also for supervision of the FTA on agricultural products) on retaliatory measures according to the provisions of FTA and FTA on agricultural products.

4. Relation with Other Trade Agreements

As set out in Article 28 of the FTA and in Article 22 of the FTA on agricultural products, the FTA and the FTA on agricultural products shall not prevent the maintenance or establishment of customs unions, free-trade areas or arrangements for frontier trade to the extent that these do not negatively affect the trade regime, and, in particular, the provisions concerning rules of origin provided for by the FTA.

5. Institutional Framework

As provided for in Article 24 of the FTA, the implementation of the FTA shall be supervised and administered by a Joint Committee consisting of representatives of the Parties.

As set out by Article 17 of the FTA on agricultural products, the Joint Committee established under FTA will also serve for the purposes of FTA on agricultural products. Thus, both the FTA and the FTA on agricultural products are supervised by the same Joint Committee - the Joint Committee of the FTA.

The main task of this Joint Committee is administration and review of implementation of both Agreements. The Joint Committee may take decisions and recommendations concerning the application of both Agreements.

The Joint Committee can set up sub-committees and working parties that can assist it in carrying out its duties. The meetings of the Joint Committee shall be held at least once a year in order to review the general functioning of the Agreements. The Joint Committee shall, in addition, meet whenever special circumstances so require at the request of any Party (Article 24).

As provided for in Article 20 of the AANTB, the Joint Committee is established to ensure the proper implementation of the AANTB. The Joint Committee shall meet whenever necessary but at least once a year. Each Party may request that a meeting be held. The Joint Committee may decide to set up such sub-committees and working groups as it considers necessary to assist it in accomplishing its tasks.

The Joint Committee of the AANTB shall inform the Joint Committee of the FTA on its decisions.

For the purpose of the AANTB, the Joint Committee shall adopt its rules of procedure which shall, *inter alia*, contain provisions for convening meetings and for the designation of the Chairman and his/her term of office.

IV. OTHER

As set out in the Article 25 of the FTA (Evolutionary Clause), the Parties shall recognize the growing importance of such areas as services, investments and the implementation of joint projects. Where a Party considers that it would be useful, in the interests of the economies of the Parties, to develop and deepen the relations established by the FTA by extending them to fields not covered thereby, it shall submit a reasoned request to the other Parties. The Parties may instruct the Joint Committee to examine this request and, where appropriate, to make recommendations to them, particularly with a view of opening up negotiations.

Article 20 of the FTA on agricultural products (Evolutionary Clause), contains a similar provisions as the FTA, and, in particular, it states that the Parties undertake to examine, in light of any relevant factor, the possibility of further developing and deepening the co-operation under the FTA on agricultural products and to extend it to areas not covered therein. The Parties may instruct the Joint Committee to examine this possibility and, where appropriate, to make recommendations to them, particularly with a view to opening up negotiations.

ANNEX I

Estonia – Imports from Latvia (Value in US\$1,000)

HS Chapter	1996	1997	1998	1999
01	181.5	105.3	239.1	2.8
02	154.8	79.4	413.3	170.2
03	537.9	503.8	2,621.3	129.8
04	4,550.3	4,699.7	4,503.1	1,787.9
05	60.6	143.2	101.8	46.9
06	4.4	8.8	12.9	21.3
07	42.4	65.8	224.4	52.0
08	1,641.1	2,131.8	2,222.1	132.9
09	273.1	370.9	1,150.3	1,511.5
10	175.7	37.9	137.4	236.2
11	556.8	699.4	747.4	962.3
12	33.3	84.1	75.9	84.1
13	7.8	44.8	43.5	69.4
14	0.4	0.0	0.0	0.0
15	135.6	7.5	72.9	620.9
16	9.6	9.1	905.0	281.8
17	1,100.8	1,146.2	1,601.4	845.5
18	515.2	481.1	210.1	497.7
19	646.5	851.7	1,100.1	859.1
20	1,547.0	2,215.5	2,758.3	2,661.4
21	451.8	845.7	540.3	408.6
22	2,843.2	2,943.8	3,308.9	3,061.2
23	348.9	1,219.2	1,123.9	889.2
24	56.7	179.3	200.1	175.8
25	387.8	142.6	138.6	299.3
26	0.0	0.0	0.0	0.0
27	881.0	521.0	2,736.6	4,467.0
28	259.1	316.1	309.6	324.6
29	798.9	812.0	1,130.5	580.7
30	4,484.7	6,044.8	5,595.2	6,193.2
31	161.0	42.6	129.6	180.3
32	2,402.5	2,679.0	2,542.0	2,398.2
33	1,041.3	1,838.0	1,913.5	1,080.5
34	608.2	972.9	780.7	287.3
35	154.0	192.6	172.8	264.2
36	2.2	0.0	12.4	11.6
37	48.7	79.0	32.6	19.4
38	182.1	242.5	491.8	2,134.2
39	686.0	812.7	2,468.6	3,475.6
40	436.6	937.8	1,944.7	2,447.1
41	72.8	83.8	15.6	57.4
42	78.0	57.2	121.6	95.8
43	0.0	136.5	347.1	204.5
44	2,711.4	3,154.9	5,040.4	4,524.6
45	7.1	22.7	67.2	52.8
46	0.0	3.1	6.9	0.0
47	10.2	170.0	2.3	0.0
48	2,775.5	3,365.9	3,195.5	3,954.6
49	233.4	358.2	1,129.8	1,351.2
50	0.0	0.0	0.0	0.0
51	359.4	355.8	357.6	262.2
52	5,713.8	891.0	926.3	676.3
53	19.7	44.8	73.8	48.6
54	348.8	366.6	330.7	134.4

HS Chapter	1996	1997	1998	1999
55	596.0	662.5	1,422.2	719.5
56	387.1	296.0	472.6	157.7
57	0.0	12.0	30.7	11.8
58	109.2	712.9	792.0	651.7
59	41.3	67.5	83.5	51.8
60	175.7	1,626.1	1,610.8	1,867.5
61	812.7	1,026.9	1,581.8	1,589.0
62	1,774.1	3,016.6	4,740.0	3,303.7
63	198.6	244.9	235.5	230.2
64	311.5	517.2	1,589.0	860.1
65	6.2	19.6	17.1	38.3
66	0.0	2.9	0.7	0.0
67	0.0	0.0	1.9	0.0
68	366.2	436.8	505.0	420.3
69	221.2	142.0	146.7	112.1
70	265.0	318.5	633.1	862.0
71	11.3	15.3	18.9	17.1
72	5,439.3	11,088.4	6,112.7	3,042.2
73	3,254.4	3,904.1	3,194.7	2,353.7
74	2.4	26.4	75.6	271.1
75	0.0	17.9	0.0	211.5
76	217.6	233.1	409.0	546.2
78	29.7	1.1	0.0	0.0
79	10.8	0.0	0.8	2.1
80	0.0	0.0	0.2	0.0
81	0.0	0.0	1.0	22.4
82	83.3	142.8	293.5	292.9
83	223.0	525.2	830.6	575.7
84	2,823.1	2,565.6	3,699.9	4,551.1
85	2,243.7	3,038.7	4,451.3	5,575.9
86	567.0	405.4	1,568.5	297.0
87	531.4	352.9	509.1	424.7
88	0.0	0.0	1.8	6.9
89	0.0	2.6	1.0	23.8
90	355.1	849.1	3,070.1	5,836.6
91	2.6	10.2	14.0	31.1
92	1.9	34.7	16.0	4.2
93	75.9	55.5	46.7	44.0
94	606.5	626.0	884.8	1,251.3
95	86.8	239.8	427.2	528.7
96	43.2	1,118.8	1,272.1	1,460.1
97	0.0	2.0	15.8	0.0
Total	62,625.6	77,890.1	97,108.8	89,279.6

Estonia – Imports from Lithuania
(Value in US\$1,000)

HS Chapter	1996	1997	1998	1999
01	69.6	44.4	6.4	8.8
02	763.4	4,246.0	83.3	278.3
03	313.9	484.3	205.8	1,072.7
04	9,119.3	2,506.9	8,356.7	3,152.0
05	0.0	0.0	251.3	395.5
06	1.3	0.9	3.1	0.0
07	99.3	105.7	289.1	169.6
08	89.3	73.4	144.4	149.5
09	33.5	339.3	133.5	464.2
10	35.1	6.0	82.5	125.5

HS Chapter	1996	1997	1998	1999
11	13.5	231.4	737.9	219.3
12	174.4	11.4	133.3	55.7
13	24.9	14.9	41.8	21.2
14	6.7	0.1	0.0	0.0
15	41.7	69.7	0.1	6.7
16	142.7	94.6	454.5	200.9
17	629.0	628.7	962.1	369.1
18	1,506.1	1,878.2	886.2	679.6
19	244.4	306.2	138.8	109.2
20	396.0	441.6	324.4	47.6
21	1,381.0	699.6	2,041.4	750.5
22	5,994.9	640.8	3,285.2	754.1
23	194.7	214.9	84.3	186.6
24	153.8	181.2	8,012.2	12,282.4
25	1,394.4	1,401.6	1,170.9	795.4
26	0.0	0.0	0.0	0.4
27	1,060.8	1,361.4	9,168.3	11,878.8
28	1,471.1	303.8	249.3	756.4
29	302.8	87.5	306.8	65.5
30	6,810.7	3,967.2	4,586.2	2,461.4
31	314.8	204.8	1,479.9	1,386.1
32	699.1	260.9	389.0	400.7
33	103.8	93.6	479.0	273.5
34	113.2	78.1	391.4	115.5
35	206.9	120.2	166.2	158.7
36	0.2	2.3	8.8	0.0
37	53.2	47.7	9.7	21.1
38	132.0	161.2	117.8	272.3
39	3,186.2	1,406.2	2,959.0	4,384.9
40	145.4	184.8	246.0	197.6
41	453.3	199.0	1,192.3	897.2
42	88.4	220.6	57.2	31.4
43	77.3	10.8	30.8	31.8
44	618.0	280.9	746.6	575.5
45	0.0	0.0	1.0	0.0
46	13.9	15.8	28.2	34.5
47	0.0	0.0	1.5	7.8
48	2,657.6	1,490.6	2,634.0	1,769.3
49	950.9	678.4	643.5	495.6
50	0.0	0.0	3.2	0.0
51	192.5	105.0	340.3	65.5
52	1,675.0	1,216.7	1,581.5	1,607.2
53	1,863.6	1,468.8	884.3	955.8
54	9,112.2	1,211.1	844.3	210.6
55	519.0	291.9	270.9	317.2
56	44.2	97.3	66.0	81.7
57	188.2	66.0	202.5	57.6
58	46.1	52.1	23.1	51.4
59	166.4	61.5	172.1	111.4
60	1,066.9	342.6	1,513.3	1,530.1
61	991.1	784.8	849.9	689.8
62	115.0	220.8	265.0	533.6
63	171.5	157.5	155.9	96.0
64	233.3	212.0	236.8	186.2
65	4.5	2.8	3.1	1.3
66	0.0	0.7	0.4	1.0
67	0.0	7.2	0.8	6.7
68	1,649.7	312.5	1,845.1	1,433.8
69	248.0	202.4	116.4	55.7
70	832.5	352.0	1,120.5	931.3

HS Chapter	1996	1997	1998	1999
71	50.7	15.0	128.0	69.6
72	1,950.4	2,238.0	2,035.2	458.0
73	571.2	303.1	794.8	710.3
74	3.2	28.8	12.6	49.0
75	10.9	0.0	0.0	0.0
76	74.3	21.0	112.5	249.7
78	0.0	251.2	0.0	0.0
79	12.5	5.8	0.9	3.6
80	0.0	16.7	0.0	0.5
81	0.0	0.0	0.0	0.0
82	81.4	47.9	110.2	70.6
83	785.3	396.6	706.7	813.9
84	4,900.8	3,335.2	3,298.9	2,627.5
85	2,418.2	1,168.1	3,127.0	2,299.2
86	134.7	121.8	41.7	168.6
87	1,160.1	994.9	865.2	656.1
88	402.7	0.0	208.2	201.3
89	99.5	0.0	0.0	0.0
90	1,455.9	507.1	854.9	571.4
91	74.2	38.9	108.5	60.9
92	0.0	2.2	0.2	0.4
93	0.0	1.3	0.0	0.0
94	1,932.2	1,127.6	1,668.3	1,142.6
95	51.1	27.4	19.5	14.9
96	28.1	40.0	22.1	42.2
97	0.0	0.0	0.1	1.6
Total	77,599.8	43,652.2	78,332.6	67,646.7

ANNEX II**Latvia – Imports from Estonia**
(Value in US\$1,000)

HS Chapter	1996	1997	1998	Jan-Oct. 1999
0	-	-	-	-
01	208,983	318,069	191,155	527,844
02	127,029	1,822,713	6,441,499	4,729,668
03	311,311	378,081	428,668	588,346
04	117,534	791,709	764,489	2,277,895
05	41,242	228,626	140,319	34,149
06	13,264	113,561	88,957	62,232
07	91,670	162,948	49,531	86,910
08	58,405	32,583	262,526	84,770
09	552,086	684,296	1,065,621	1,148,573
10	28,977	685,128	452,792	1,178,751
11	526,048	230,601	469,164	196,810
12	5,344	73,194	12,841	28,212
13	78,926	232,742	154,742	52,739
15	101,455	179,149	183,450	5,857
16	723,373	2,546,797	2,880,404	196,217
17	533,540	1,369,432	1,648,872	1,710,483
18	3,743,432	5,053,360	3,623,679	1,157,121
19	86,083	89,038	209,632	1,273,515
20	188,703	591,357	1,347,478	241,470
21	949,458	1,239,264	2,586,015	599,590
22	7,036,926	7,529,627	9,469,040	1,947,973
23	59,367	144,432	121,839	6,937,677
24	0	0	16,912	186,949
25	1,467,644	819,058	2,953,659	3,927
26	129,941	118,624	167,491	1,796,351
27	32,004,528	20,281,908	10,706,363	127,555
28	265,920	306,002	275,959	13,428,328
29	1,023,900	1,804,539	1,740,749	168,548
30	7,251,453	7,119,439	7,827,678	833,987
31	1,419,453	1,195,687	736,760	8,053,730
32	4,564,624	5,529,186	8,167,557	234,103
33	207,707	406,069	775,614	8,260,071
34	1,032,881	1,214,836	1,440,558	500,190
35	689,522	731,240	1,096,235	1,052,942
36	864	15,704	13,937	915,423
37	88,560	48,436	106,983	9,663
38	723,839	779,859	1,443,128	68,884
39	7,559,105	10,361,583	12,115,133	993,826
40	1,130,159	1,282,905	1,846,659	6,666,328
41	195,348	298,218	148,439	918,823
42	249,591	374,189	201,645	253,394
43	16,638	109,756	349,766	114,845
44	804,064	1,355,880	3,021,258	256,620
45	194	249	650	2,843,156
46	8,432	158	7	1,107
47	47,664	773	3,843	10,836
48	3,563,121	4,039,728	5,831,253	4,277,507
49	499,609	1,465,187	1,139,717	1,055,029
51	7,737	11,680	795	1,584
52	2,148,564	3,351,255	42,226	23,625
53	16	13,804	3,851,596	2,608,841
54	225,288	183,334	207	849
55	48,218	66,218	282,839	193,578

HS Chapter	1996	1997	1998	Jan-Oct. 1999
56	257,496	303,260	122,248	29,177
57	258,523	201,358	449,662	277,134
58	48,946	41,534	158,476	63,625
59	272,894	353,406	71,112	48,597
60	12,239	12,420	477,487	279,038
61	1,576,043	1,700,954	64,667	49,676
62	2,244,602	3,027,832	2,169,333	1,466,871
63	173,300	444,305	4,828,761	2,740,516
64	751,222	980,087	933,187	600,751
65	17,732	55,884	1,548,525	1,026,116
66	13,797	9,177	64,782	47,000
67	831	2,277,789	27,913	5,032
68	2,329,113	104,376	2,779,370	3,447,189
69	103,326	7,587,626	308,158	299,209
70	6,108,050	90,330	6,005,577	4,453,874
71	81,478	6,325,148	62,006	51,495
72	2,818,487	10,440,244	13,157,519	6,522,403
73	6,182,843	202,082	13,773,089	7,828,135
74	386,104	404,663	195,872	110,944
75	98	3,723	44	333
76	551,283	2,770	622,170	964,676
79	1,809	4,083	48,425	35,833
80	626	643,545	871,310	804
82	426,231	947,827	1,175,447	645,397
83	671,965	12,953,257	17,328,044	989,648
84	7,039,589	8,764,542	11,264,437	13,445,250
85	5,759,306	94,883	140,279	8,004,080
86	417,475	11,492,865	25,093,359	200,995
87	3,917,674	146,891	455,302	14,336,780
89	90,031	1,729,412	3,153,483	3,373
90	2,492,256	107,647	188,966	1,564,260
91	39,659	9,204	8,201	60,518
92	2,383	225	1,538	5,823
94	3,632,973	2,695,759	4,288,893	7,851
95	214,367	594,346	572,484	3,081,695
96	233,786	283,939	341,459	385,197
97	12	0	6,067	-
TOTAL	132,086,289	162,819,604	211,952,859	154,235,500

Latvia - Imports from Lithuania
(Value in US\$1,000)

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
0	-	-	-	-
01	208,840	1,764,817	349,054	363,732
02	225,208	4,086,838	1,853,358	536,127
03	2,536,868	1,635,021	982,418	648,679
04	90,714	2,597,525	4,614,771	2 208,579
05	4,885	97,866	401,895	540,333
06	26,329	91,558	189,675	202,364
07	34,961	2,165,159	2,685,554	2,443,917
08	1,897,977	2,731,012	1,180,921	2,513,592
09	1,939,396	2,185,760	2,310,989	2,348,288
10	645,184	1,118,604	1,583,194	174,669
11	183,006	633,557	1,271,050	576,772
12	208,137	1,984,497	549,708	699,549
13	38,664	1,818	227	10,345
14	0	0	1,228	412,889

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
15	278,543	485,902	149,547	547,035
16	10,861	289,369	628,231	914,384
17	126,000	527,826	727,659	4,892,586
18	451,624	1,466,805	4,712,593	409,431
19	30,928	256,134	247,470	969,062
20	487,064	636,609	1,079,060	8,869,506
21	1,844,740	6,044,375	7,630,835	2,275,078
22	521,109	2,858,327	3,026,055	537,211
23	84,973	235,826	291,425	10,046,853
24	0	0	7,516,456	3,862,700
25	2,042,612	2,692,661	4,908,003	0
26	7,985	3,619	22,074	33,487,383
27	67,352,058	38,714,907	36,328,032	387,776
28	526,098	391,689	345,877	382,905
29	608,653	747,232	563,744	10,720,267
30	11,472,446	11,991,540	13,110,380	890,168
31	2,570,285	2,249,153	1,537,353	1,486,807
32	474,592	1,244,472	1,583,613	1,472,766
33	313,375	2,301,409	3,016,830	1,011,808
34	296,990	1,557,136	2,147,977	575,605
35	532,419	854,801	1,260,187	1,696
36	3,345	12,116	18,852	570,500
37	496,855	588,631	758,369	687,518
38	427,787	358,745	650,534	8,518,390
39	4,304,778	6,536,677	8,606,850	905,200
40	713,372	1,047,362	1,765,398	362,469
41	363,772	1,036,314	848,516	30,112
42	128,640	84,986	74,775	35,130
43	102,933	186,810	116,118	1,568,366
44	837,287	1,107,283	1,788,715	2,408
45	250	449	8,620	30,889
46	11,617	25,604	33,887	85,034
47	16,581	3,538	29,098	5,044,328
48	4,500,668	5,056,599	5,201,102	3,087,405
49	457,941	420,852	1,134,801	0
50	498	396	9,968	210,867
51	468,604	749,693	611,412	817,775
52	1,125,544	1,670,437	1,333,269	1,203,567
53	282,039	1,843,178	1,374,199	580,545
54	238,460	190,110	338,410	888,305
55	794,022	996,263	1,043,756	588,191
56	297,379	284,461	519,361	89,892
57	82,303	105,297	222,501	224,166
58	152,123	201,960	170,917	330,297
59	393,029	431,609	447,204	776,561
60	212,718	525,545	911,300	627,875
61	644,470	475,054	638,913	395,034
62	180,639	440,541	410,173	168,569
63	324,632	208,083	359,168	661,558
64	1,345,782	921,111	760,150	12,133
65	9,171	13,124	14,477	26,527
66	28	1,759	2,033	6,315
67	7	168	663	2,712,632
68	768,857	2,228,369	3,429,236	827,183
69	935,791	893,424	735,233	986,592
70	1,237,232	2,133,608	2,080,686	7,920
71	8,435	27,938	15,097	3,273,641
72	4,095,739	8,961,122	5,180,542	2,576,919
73	1,908,799	2,768,177	3,978,835	200,841
74	108,851	291,871	365,587	3,877

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
75	0	21	15,512	538,586
76	129,334	285,430	640,086	3,368
78	9,200	13,598	19,176	6,861
79	12,474	6,624	6,942	9,102
80	108	6,823	0	471
82	301,643	279,500	413,918	227,476
83	1,438,486	1,722,415	1,995,711	1,859,657
84	7,494,276	12,850,043	16,490,757	11,270,775
85	3,374,706	6,339,003	9,601,163	5,890,391
86	238,483	307,432	197,216	478
87	1,899,402	3,858,121	6,276,907	5,637,244
88	65,479	5,000	0	23,529
89	16,500	210,235	83,362	58,622
90	2,332,529	3,590,630	4,755,781	2,865,562
91	24,694	103,080	104,847	83,903
92	23,629	32,434	11,997	3,386
93	5,155	2,061	13,321	5,694
94	2,481,993	3,973,049	5,100,688	4,448,766
95	313,436	173,219	171,095	168,514
96	77,946	136,488	241,432	169,749
97	0	0	0	0
TOTAL	146,293,975	173,368,294	200,936,079	169,818,527

ANNEX III

Lithuania - Imports from Latvia (Value in US\$1,000)

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
02	37.3	5.4	261.8	411.2
03	1,075.2	2,233.7	1,557.5	1,228.7
04	153.2	1,454.6	2,562.5	1,876.8
08	4,019.5	329.5	245.0	323.1
09	2,618.1	2,439.1	3,295.0	2,349.6
10	97.5	1,250.9	1,289.1	1,373.3
11	41.6	809.8	531.1	359.1
12	348.2	1,061.9	372.3	129.0
15	110.9	4,933.7	3,578.7	406.0
16	2,084.8	3,291.6	1,674.1	1,599.1
17	4,423.1	2,688.6	2,529.7	814.6
18	923.1	1,110.4	1,239.9	678.3
19	873.4	1,135.2	1,544.4	545.2
20	2,255.2	1,323.7	2,242.1	3,156.3
21	2,014.2	1,139.5	3,090.2	4,338.1
22	304.6	4,715.9	5,207.4	4,137.9
23	82.0	855.2	1,398.4	954.5
24	99.1	314.7	812.3	2,291.8
25	1,268.3	1,967.2	2,340.2	2,183.2
27	12,122.3	11,736.2	14,747.4	13,669.8
28	460.5	364.3	633.7	504.6
29	1,014.3	1,044.4	861.4	340.3
30	9,367.7	13,770.4	19,180.5	18,861.3
31	764.2	721.2	1,145.1	404.1
32	4,163.8	6,728.1	7,596.9	7,308.1
33	2,868.7	5,717.8	5,676.5	2,987.2
34	439.8	1,458.6	2,725.0	677.2
35	323.5	808.6	967.0	1,049.7
36	20.5	415.0	569.1	372.6
38	1,211.8	1,858.9	2,505.2	1,941.5
39	1,282.5	2,488.3	4,224.2	4,182.7
40	534.3	807.1	1,727.5	1,052.2
41	457.5	955.2	482.2	545.7
44	5,715.7	5,456.8	6,783.1	3,238.4
47	329.9	193.6	302.0	287.2
48	8,078.6	7,631.8	6,602.3	4,873.5
49	598.6	1,746.3	7,390.7	7,469.4
51	789.6	848.2	548.7	644.8
52	3,654.1	5,447.9	9,500.1	5,629.7
53	294.4	1,052.0	2,746.2	3,483.3
54	4,427.8	4,170.4	2,154.2	2,248.1
55	3,325.1	1,543.2	1,980.3	2,099.1
56	388.0	719.4	423.6	122.4
60	617.3	1,636.7	1,921.9	719.6
61	98.7	558.6	1,268.7	1,220.5

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
62	418.4	1,200.9	1,674.4	932.1
63	118.3	292.0	451.3	352.2
64	1,072.0	1,390.6	2,051.9	1,299.5
68	527.9	1,487.1	2,320.9	1,952.4
69	360.0	302.2	370.9	357.5
70	722.2	961.2	360.3	336.6
72	7769.8	10,415.2	12,525.1	7,044.2
73	4,219.2	5,815.3	5,713.9	2,816.4
76	1,628.1	1,140.6	1,093.8	801.6
82	205.3	286.8	520.8	575.4
83	725.6	1,187.0	1,095.7	1,000.4
84	6,780.3	14,661.1	21,571.4	16,329.7
85	6,138.2	11,886.3	16,670.2	12,927.5
86	5,660.2	11,239.6	7,871.8	3,899.9
87	20,025.7	8,236.1	4,697.1	6,904.8
89	36.6	45.0	146.9	568.5
90	1,506.6	1,404.5	2,303.3	3,614.7
94	1,764.2	1,494.9	1,421.7	853.2
95	149.1	443.2	667.3	448.1
96	148.3	262.1	446.8	378.0
98	839.7	289.8	259.7	421.1
Total	148,245.0	189,259.2	226,694.4	180,242.5

Lithuania - Imports from Estonia
(Value in US\$1,000)

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
02	71.4	1,546.8	1,541.7	4,317.0
03	3,496.2	1,651.0	622.9	548.3
04	361.1	493.6	553.7	1,108.5
07	12.9	46.7	127.6	312.5
09	506.7	497.2	1,686.7	2,035.8
11	17.0	329.8	3,069.3	1,317.5
12	4.9	834.3	419.9	30.1
13	792.5	473.9	322.8	177.2
16	1,645.4	2,221.2	2,647.0	2,059.0
17	463.9	1,850.0	1,199.3	554.2
18	1,699.7	2,958.4	1,912.2	555.0
20	746.4	506.1	540.7	304.9
21	535.1	769.9	1,050.8	1,172.1
22	5,495.3	4,475.2	7,766.0	5,517.7
23	336.3	563.6	290.0	153.9
25	3,187.6	4,711.8	2,460.6	1,421.0
27	15,300.3	11,167.3	10,075.1	8,735.5
28	562.1	667.2	1,705.1	1,601.9
30	5,223.7	8,538.6	5,486.9	3,556.2
32	6,074.8	7,956.3	6,964.3	4,733.5
33	556.4	1,422.8	1,964.3	1,473.2
34	518.1	376.8	372.4	281.6
35	611.1	564.6	868.3	766.2

HS Chapter	1996	1997	1998	Jan.-Oct. 1999
38	1,471.2	1,133.4	844.0	433.9
39	3,707.1	4,714.4	6,112.9	4,877.0
40	837.1	680.1	856.4	485.2
43	47.3	596.8	571.6	115.7
44	1,032.7	1,603.0	2,337.8	1,924.6
47	125.6	164.2	299.2	151.8
48	2,095.0	2,701.8	3,984.4	2,441.2
49	450.1	515.1	15,816.1	12,175.0
52	3,917.8	6,474.1	5,771.5	1,300.7
61	517.1	618.7	955.5	637.7
62	2,339.2	2,657.7	3,567.1	2,345.1
63	495.8	665.7	915.1	349.3
64	386.2	622.3	965.1	642.3
68	2,827.9	4,201.5	2,929.6	3,988.3
70	2,739.6	3,892.1	3,327.1	1,907.2
72	1,437.4	1,926.8	5,889.0	3,261.2
73	4,852.3	8,122.5	8,511.4	3,599.9
74	80.1	111.0	377.5	89.4
76	992.8	784.5	588.6	533.9
83	486.0	1,000.6	1,310.7	689.4
84	5,618.3	10,562.9	10,569.3	5,125.9
85	3,544.0	8,344.2	7,710.6	3,997.3
87	5,946.7	9,413.1	12,863.5	7,694.7
88	19.0	220.3	167.3	266.1
90	1,289.3	1,638.2	1,919.5	1,791.2
94	1,517.1	2,173.5	2,259.5	1,598.4
95	213.9	433.3	269.5	423.1
98	127.0	1,170.9	482.1	94.4
Total	102,036.6	135,955.9	158,807.7	107,450.1

ANNEX IV

Tariff Treatment of Trade under HS Chapters 1-97 between the Parties in 1998 (Value in US\$1,000 and percentage)

	Zero import duties		Less than MFN		MFN	
	Value	%	Value	%	Value	%
Imports into Latvia						
from						
- Estonia	211,952.9	100	-	-	-	-
- Lithuania	200,936.1	100	-	-	-	-
Imports into Lithuania						
from						
- Estonia	158,807.7	100	-	-	-	-
- Latvia	226,694.4	100	-	-	-	-
Imports into Estonia						
from						
- Latvia	97,108.8	100	-	-	-	-
- Lithuania	78,332.6	100	-	-	-	-
