(ii) The in-quota rate of Customs Duties on the originating goods indicated with two asterisks ("**") in the Column 2, of which value for Customs Duty per kilogram is not more than the value obtained by dividing 577.15 yen by 0.643, shall be the difference between 577.15 yen per kilogram and the value obtained by multiplying the value for Customs Duty per kilogram by 0.6. The in-quota rate of Customs Duties on the originating goods indicated with two asterisks ("**") in the Column 2, of which value for Customs Duty per kilogram is more than the value obtained by dividing 577.15 yen by 0.643, shall be 4.3 percent.

(d) In accordance with subparagraph 3(a)(i) of Article 5, the Parties shall negotiate in the eleventh year (2015) the aggregate quota quantity of the tariff rate quota and in-quota rate of Customs Duties after the twelfth year (2016), taking into consideration among others, the quota quantity during the twelfth year (2016) and records of trade between the Parties. In the absence of agreement between the Parties and until such an agreement is reached as a result of the negotiation, the aggregate quota quantity and in-quota rate of Customs Duties for the twelfth year (2016) shall be applied.

4. With regard to subparagraphs (b) and (d) of Note 4 of Section 2 of Annex 1 of the Agreement, Japan shall apply a tariff rate quota for originating goods specified in the Schedule of Japan subject to the following:

(b) (i) From the eighth year (2012) to the twelfth year (2016), the aggregate quota quantity shall be as follows, respectively:

(AA) 8,600 metric tons for the eighth year (2012);

(BB) 8,700 metric tons for the ninth year (2013);

(CC) 8,800 metric tons for the tenth year (2014);

(DD) 8,900 metric tons for the eleventh year (2015); and

(EE) 9,000 metric tons for the twelfth year (2016).

(ii) The in-quota rate of Customs Duties applied during the period from the eighth year (2012) to the twelfth year (2016) shall be lower than the most-favored-nation applied rate of Customs Duty in effect at the beginning of the Japanese fiscal year 2010 by 40 percent of that most-favored-nation applied rate.

(d) In accordance with subparagraph 3(a)(i) of Article 5, the Parties shall negotiate in the eleventh year (2015) the aggregate quota quantity of the tariff rate quota and in-quota rate of Customs Duties after the twelfth year (2016), taking into consideration among others, the quota quantity during the twelfth year (2016) and records of trade between the Parties. In the absence of agreement between the Parties and until such an agreement is reached as a result of the negotiation, the aggregate quota quantity and in-quota rate of Customs Duties for the twelfth year (2016) shall be applied.

5. With regard to subparagraphs (b) and (d) of Note 10 of Section 2 of Annex 1 of the Agreement, Japan shall apply a tariff rate quota for originating goods specified in the Schedule of Japan subject to the following:

(b) (i) From the eighth year (2012) to the twelfth year (2016), the aggregate quota quantity shall be 4,100 metric tons for each year.

(ii) The in-quota rate of Customs Duties applied during the period from the eighth year (2012) to the twelfth year (2016) shall be as follows, respectively: