(C) 116 metric tons for the third year;

(D) 144 metric tons for the fourth year;

(E) 172 metric tons for the fifth year; and

(F) 200 metric tons for the sixth year and for each subsequent year;

(ii) the in-quota rate of customs duty on the originating goods shall be as follows:

(A) the in-quota rate of customs duty on the originating goods indicated with one asterisk (“*”) in Column 2 shall be 17 percent;

(B) the in-quota rate of customs duty on the originating goods indicated with two asterisks (“**”) in Column 2 shall be 20 percent;

(C) the in-quota rate of customs duty on the originating goods indicated with three asterisks (“***”) in Column 2 shall be 8 percent;

(D) the in-quota rate of customs duty on the originating goods indicated with four asterisks (“****”) in Column 2 shall be 36 percent; and

(E) the in-quota rate of customs duty on the originating goods indicated with five asterisks (“*****”) in Column 2 shall be 40 percent; and

(iii) for the purposes of subparagraphs (i) and (ii), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party on the basis of the certificate issued by the exporting Party for each export.

(b) In accordance with paragraph 2 of Article 2.4, the Parties shall negotiate on issues such as improving market access conditions, in the fifth year or the year when the Government of Japan designates, upon receiving an application by the Government of Mongolia, Mongolian heat-processing facilities of meat derived from cloven-hoofed animals and its products as the facilities which are eligible to conduct heat-processing of such meat and its products for exportation to Japan through necessary procedures including on-site inspection, whichever comes first.

(c) The originating goods classified under the tariff lines indicated with “(12)” other than those imported under the tariff rate quota shall be excluded from any tariff commitment referred to in subparagraphs 1(a) through (k) of Part 1.

(13) (a) A tariff rate quota shall be applied in accordance with the following:

(i) the aggregate quota quantity for each year shall be one metric ton;

(ii) the in-quota rate of customs duty on the originating goods shall be free; and

(iii) for the purposes of subparagraphs (i) and (ii), the tariff rate quota shall be implemented through a certificate of tariff rate quota issued by the importing Party on the basis of the certificate issued by the exporting Party for each export.