2. (a) For SG1* goods, the rate of customs duty referred to in subparagraph 3(c) of Sub-Section 1 shall be:

(i) 38.5 per cent from the first year until the third year;

(ii) 30.0 per cent from the fourth year until the 10th year;

(iii) 20.0 per cent from the 11th year until the 14th year;

(iv) 18.0 per cent for the 15th year; and

(v) from the 16th year:

(A) one percentage point less than the rate of customs duty of the previous year, if Japan did not apply an agricultural safeguard measure under this Sub-Section in the previous year; or

(B) the same as the rate of customs duty of the previous year, if Japan applied an agricultural safeguard measure under this Sub-Section in the previous year.

(b) For SG1** goods, the rate of customs duty referred to in subparagraph 3(c) of Sub-Section 1 shall be:

(i) 39.0 per cent for the first year;

(ii) 38.5 per cent for the second year and the third year;

(iii) 32.7 per cent for the fourth year;

(iv) 30.6 per cent for the fifth year;

(v) 30.0 per cent from the sixth year until the 10th year;

(vi) 20.0 per cent from the 11th year until the 14th year;

(vii) 18.0 per cent for the 15th year; and