(aa) customs duties on originating goods classified under the tariff lines indicated with "R1" shall be reduced as follows:

(i) the customs duties shall be reduced to:

(A) 25.8 per cent *ad valorem* for the first year;

(B) 25.0 per cent *ad valorem* for the second year;

(C) 24.2 per cent *ad valorem* for the third year;

(D) 23.3 per cent *ad valorem* for the fourth year;

(E) 22.5 per cent *ad valorem* for the fifth year;

(F) 21.7 per cent *ad valorem* for the sixth year;

(G) 20.8 per cent *ad valorem* for the seventh year; and

(H) 20.0 per cent *ad valorem* for the eighth year;

(ii) the customs duties shall be reduced to 9 per cent *ad valorem* from the level set out in subparagraph (i)(H) in six equal annual instalments beginning on 1 April of the ninth year; and

(iii) the customs duties shall remain at 9 per cent *ad valorem* from the 14th year;

(bb) customs duties on originating goods classified under the tariff lines indicated with "R2" shall be the lesser of:

(i) the difference between the value for customs duty per kilogramme and the value per kilogramme obtained by multiplying 393 yen per kilogramme by 100 per cent plus the rate set out in Column 3 of the table below; and

(ii) the value per kilogramme set out in Column 2 of the table below:

| 1 | 2 | 3 |
|---|---|---|
| Year | Value per kilogramme (yen) | Rate (%) |
| 1 | 93.75 | 1.7 |
| 2 | 93.75 | 1.4 |
| 3 | 52.50 | 1.2 |
| 4 | 49.50 | 0.9 |
| 5 | 46.50 | 0.7 |
| 6 | 43.50 | 0.4 |
| 7 | 40.50 | 0.2 |
| 8 and thereafter | 37.50 | 0 |

(cc) customs duties on originating goods classified under the tariff lines indicated with "R3" shall be the lesser of:

(i) the difference between the value for customs duty per kilogramme and the value per kilogramme obtained by multiplying 524 yen per kilogramme by 100 per cent plus the rate set out in Column 3 of the table below; and

(ii) the value per kilogramme set out in Column 2 of the table below:

| 1 | 2 | 3 |
|---|---|---|
| Year | Value per kilogramme (yen) | Rate (%) |
| 1 | 125 | 1.7 |
| 2 | 125 | 1.4 |
| 3 | 70 | 1.2 |
| 4 | 66 | 0.9 |
| 5 | 62 | 0.7 |
| 6 | 58 | 0.4 |
| 7 | 54 | 0.2 |
| 8 and thereafter | 50 | 0 |