

**No. 18872**

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**UNITED STATES OF AMERICA  
and  
REPUBLIC OF CHINA**

**Exchange of letters constituting an agreement relating to  
trade matters (with annexes). Washington, 29 Decem-  
ber 1978**

*Authentic text: English.*

*Registered by the United States of America on 30 May 1980.*

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**ÉTATS-UNIS D'AMÉRIQUE  
et  
RÉPUBLIQUE DE CHINE**

**Échange de lettres constituant un accord relatif à des  
questions commerciales (avec annexes). Washington,  
29 décembre 1978**

*Texte authentique : anglais.*

*Enregistré par les États-Unis d'Amérique le 30 mai 1980.*

## EXCHANGE OF LETTERS CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE UNITED STATES OF AMERICA AND THE REPUBLIC OF CHINA RELATING TO TRADE MATTERS

### I

#### THE SPECIAL REPRESENTATIVE FOR TRADE NEGOTIATIONS WASHINGTON

December 29, 1978

Excellency:

I have the honor to refer to recent discussions concerning our bilateral trade. During those discussions, it was noted that we expect to implement agreements resulting from the Tokyo Round trade negotiations that will benefit your exports, and it was agreed that in consideration of these concessions you will implement measures that will benefit our exports. This letter describes these reciprocal actions more fully.

We expect to include among our Tokyo Round concessions and to implement domestically, on a most-favored-nation basis, tariff concessions that have been discussed between us and that will benefit your exports. We further expect to extend to your exports the benefits of several non-tariff agreements that we may enter into in the Tokyo Round, including agreements on subsidies and countervailing duties, customs valuation, licensing, government procurement, commercial counterfeiting, and technical barriers to trade.

In consideration of the implementation of the above actions on our part, we understand that you will implement the tariff and non-tariff concessions listed in annexes I and II to this letter, at the same time that we implement our measures described above. We further understand that you will observe obligations substantially the same as those applicable to developing countries set forth in non-tariff agreements concluded in the Tokyo Round, including agreements on subsidies and countervailing duties, customs valuation, licensing, government procurement, commercial counterfeiting, and technical barriers to trade. It is understood that neither your concessions nor ours will be nullified or impaired by actions inconsistent with the provisions of the General Agreement on Tariffs and Trade<sup>2</sup> or the agreements referred to above.

We acknowledge that you and we will continue to grant most-favored nation treatment to each other's products.

We are confident that amicable adjustments will be made if necessary to ensure that the bilateral undertakings described in these letters remain appropriately balanced. We understand that only those articles for which you supplied ten percent or more of total U.S. imports in 1976 will be considered in establishing the initial bilateral balance. Thereafter, each side shall have the same rights

<sup>1</sup> Came into force on 29 December 1978 by the exchange of the said letters.

<sup>2</sup> United Nations, *Treaty Series*, vol. 55, p. 187.

as those of a GATT Contracting Party with respect to articles referred to in this exchange of letters for which it becomes, or ceases to be, a principal or substantial supplier. Every effort will be made to consult through appropriate channels on any trade matters including those covered by this letter.

It is further understood that both sides will consider favorably incorporating matters covered by this letter into other arrangements at an appropriate time.

Accept, Excellency, renewed assurances of my highest esteem.

Sincerely,

[Signed]

ROBERT S. STRAUSS

Political Vice Minister Yi-ting Wong  
Ministry of Economic Affairs  
Taipei, Taiwan  
Republic of China

## ANNEX I

### REPUBLIC OF CHINA'S TARIFF CONCESSIONS

Tariff Number	Description of Goods	Current Duty	Offered Duty
0103	Live swine livestock .....	13%	10%
	breeding .....		free
0105	Live poultry, that is to say, fowls, ducks, geese, turkeys and guinea fowls livestock .....	13%	10%
	breeding .....		free
0201	(1) Meat of bovine animals .....	30%	Change from <i>ad valorem</i> duty to specific duty US\$ 0.30/lb (= NT\$ 23.80/kg)
0202	(1) Fowls, turkeys .....	65%	
Ex.	Turkeys .....		35%
0202	(2) Other .....	75%	
Ex.	Ducks .....		40%
0402	(2) (c) Whey powder solely for fodder use, unfit for human consumption .....	5%	Bind
0405	Birds' eggs and egg yolks, fresh, dried, or otherwise preserved, sweetened or not (1) Eggs		
	(a) Fresh .....	52%	40%
	(b) Other .....	78%	65%
	(2) Egg yolks .....	78%	65%
0406	Natural honey .....	91%	75%
0504	Guts, bladders and stomachs of animals (other than fish), whole and pieces thereof .....	33%	30%
0507	(2) Feather or parts of feathers and down .....	20%	free

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
0705	Dried Leguminous vegetables		
	(3) Other .....	20%	10%
0802	(1) Lemons		
	(a) Fresh .....	78%	25% for Mar. 1-Sept. 30. 75% for other period
0802	(2) Oranges		
	(a) Fresh .....	78%	25% for Mar. 1-Sept. 30. 75% for other period
0802	(3) Grapefruit		
	(a) Fresh .....	78%	25% for Mar. 1-Sept. 30. 75% for other period
0804	Grapes, fresh or dried		
	(1) Fresh .....	78%	50% for Oct. 1-Feb. 28. 75% for other period
0804	(2) Dried		
	(a) In bulk .....	NT\$ 30/kg	NT\$ 15/kg
	(b) Packed in boxes .....	NT\$ 33/kg	NT\$ 17/kg
0805	(2) Walnuts (including shelled)		
	(a) Shelled .....	78%	40%
			Change from <i>ad valorem</i> duty to specific duty
0806	(1) Apples .....	78%	75%
0807	Stone fruit, fresh		
	(3) Other .....	78%	50%
Ex.	Fresh cherries .....		Change from <i>ad valorem</i> duty to specific duty
0812	(2) Prunes, dried .....		45%
	(a) Packed in boxes .....	78%	Change from <i>ad valorem</i> duty to specific duty
0901	(1) Coffee		
	(b) Roasted .....	55%	35%
1001	Wheat and meslin (mixed wheat and rye) .....	13%	Bind at 6.5%
1005	Maize .....	6%	Bind at 3%
1007	Buckwheat, millet, canary seed and grain sorghum; other cereals		
	(1) Kao-liang for feed only .....	5%	3%
1201	(4) Soya beans .....	13%	Bind at 7%
1208	(2) Seed, apricot		
	(a) Sweet .....	78%	40%
1302	(1) Gum arabic .....	20%	10%
1303	Vegetable saps and extracts:		
	(10) Other .....	46%	25%
1505	Wool grease and fatty substances derived therefrom (including lanolin) .....	20%	10%
1507	(1) Soya bean oil .....	39%	20%

Tariff Number	Description of Goods	Current Duty	Offered Duty
1513	Margarine, imitation lard and other prepared edible fats		
	(1) Shortening .....	55%	35%
1602	Other prepared or preserved meat or meat offal .....	78%	60%
1702	(3) Caramel .....	33%	25%
1702	(5) Other .....	130%	70%
1908	Pastry, biscuits, cakes and other fine bakers' wares, whether or not containing cocoa in any proportion		
	(2) Other fine bakers' wares .....	130%	75%
2002	(3) Tomato juice (with dry weight content of 7% or more) .....	78%	50%
2005	Jams, fruit jellies, marmalades, fruit purée and fruit pastes .....	91%	60%
2006	(1) Fruit, table and pie, preserved, in bottles or cans .....	85%	45%
2006	(2) Ground nuts, roasted .....	85%	60%
2006	(7) Other .....	85%	45%
2007	(1) Fruit juice		
	(b) Other .....	91%	75%
2102	(1) Extracts, essences or concentrates of coffee and preparations thereof .....	78%	50%
2102	(2) Extracts of tea or mate and preparations thereof .....	130%	65%
2105	Soups and broths, in liquid, solid or powder form		
	(2) For use as infant food .....	39%	20%
2105	(3) Other .....	78%	40%
2107	Food preparations not elsewhere specified or included		
	(6) Other .....	75%	60%
2208	(2) Denatured alcohol .....	52%	45%
3504	Peptones and other protein substances and their derivatives: hide powder, whether or not chromed		
	(2) Other .....	26%	20%
4101	(1) Bovine and equine hides, other than calf skins ..	13%	Change from <i>ad valorem</i> duty to specific duty
	(a) Bovine hides (including buffalo and cow hides)		
	(i) Buffalo hides, salted, wet .....		NT\$ 2.50/kg
	(ii) Buffalo hides, dried .....		NT\$ 4.50/kg
	(iii) Cow hides, salted, wet .....		NT\$ 3.00/kg
	(iv) Cow hides, dried .....		NT\$ 6.00/kg
	(v) Inner hides, cow and buffalo, dried .....		NT\$ 0.80/kg
5501	Cotton, not carded or combed		
	(1) Raw, uncleaned, including cotton with seeds ...	16%	Bind at free
0301	(4) Fish roe, edible .....	65%	35%
0301	(9) Other .....	65%	
Ex.	Croaker .....		50%
0303	(1) (c) (i) Squid .....	65%	Change from <i>ad valorem</i> duty to specific duty US\$ 0.42/kg (= NT\$ 15.00/kg)

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
2107	Food preparations not elsewhere specified or included (3) Non-alcoholic compound preparations for making beverages .....	39%	25%
2507	(1) Kaolin .....	5%	2.5%
2507	(2) Bentonite .....	5%	2.5%
2512	Infusorial earths, siliceous fossil meals and similar siliceous earths, of an apparent specific gravity of 1 or less (2) Calcined .....	10%	Bind
2710	(6) (a) Oil, lubricating (containing mineral oil not less than 70%) .....	26%	15%
2710	(b) Grease, lubricating (containing mineral oil not less than 70%) .....	26%	15%
2812	(2) Boric acid (boracic acid) .....	23%	15%
2817	(1) Sodium hydroxide (caustic soda) .....	30%	20%
2821	(1) Chromic acid .....	26%	15%
2835	Sulphides, polysulphides (4) Other .....	26%	15%
2840	(1) Calcium phosphate .....	7%	Bind at 7.5%
2842	(1) Soda ash (the crude sodium carbonate of com- merce), sodium carbonate neutral .....	35%	25%
2846	(1) Borax (sodium borate), refined .....	20%	15%
2850	Fissile chemical elements and isotopes; other radioactive chemical elements and radioactive isotopes; com- pounds, inorganic or organic, of such elements or isotopes, whether or not chemically defined; alloys, dispersions and cermets, containing any of these elements, isotopes or compounds .....	Free	Bind
2901	(1) Styrene .....	26%	20%
2901	(5) Normal hexane .....	39%	20%
2902	Halogenated derivatives of hydrocarbons (2) Vinyl chloride .....	26%	20%
2902	(4) Other .....	25%	20%
2906	Phenols and phenol-alcohols (2) Phenol-alcohol (a) For perfumery purposes .....	39%	25%
2906	(b) Other .....	26%	20%
2907	Halogenated, sulphonated, nitrated or nitrosated deriva- tives of phenols or phenol-alcohols .....	26%	20%
2910	Acetals and hemiacetals and single or complex oxygen- function acetals and hemiacetals, and their halogen- ated, sulphonated, nitrated or nitrosated derivatives (2) Other .....	26%	15%
2915	Polyacids and their anhydrides, acid halides, acid perox- ides and peracids, and their halogenated, sulphonated, nitrated or nitrosated derivatives (5) Other .....	25%	20%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
2916	Alcohol-acids, aldehyde-acids, ketone-acids, phenol-acids and other single or complex oxygen-function acids, and their anhydrides, acid halides, acid peroxides and peracids, and their halogenated, sulphonated, nitrated or nitrosated derivatives (3) Other .....	26%	20%
2932	Organo-arsenic compounds (2) Other .....	25%	15%
2936	Sulphonamides .....	26%	15%
2938	Provitamins and vitamins, natural or reproduced by synthesis (including natural concentrates), derivatives thereof used primarily as vitamins, and intermixtures of the foregoing, whether or not in any solvent .....	29%	20%
2942	Vegetable alkaloids, natural or reproduced by synthesis, and their salts, ethers, esters and other derivatives (5) Others (for medicinal use) such as emetine, yohimbine alkaloids, strychnine, quinine, ephedrine, caffeine, etc. ....	29%	20%
2944	Antibiotics (non-medicaments) .....	15%	10%
3002	(1) Antisera and microbial vaccines .....	Free	Bind
3003	(1) Antibiotics .....	35%	20%
3003	(2) Sulpha drugs .....	35%	20%
3004	Wadding, gauze, bandages and similar articles (for example, dressings, adhesive plasters, poultices), impregnated or coated with pharmaceutical substances or put up in retail packings for medical or surgical purposes, other than goods specified in note 3 to this chapter (2) Other .....	20%	15%
3005	Other pharmaceutical goods (3) Sterile absorbable surgical haemostatics (a) Of cotton .....	52%	30%
3005	(b) Other .....	20%	10%
3005	(8) Other .....	20%	10%
3103	Mineral or chemical fertilizers, phosphatic (2) Other .....	7%	Bind
3209	(2) Enamels .....	52%	35%
3209	(7) Prepared water pigments of the kind used for finishing leather .....	39%	25%
3209	(9) Stamping foils (b) Of synthetic resin base .....	59%	40%
3211	Prepared driers .....	33%	25%
3304	Mixtures of two or more odoriferous substances (natural or artificial) and mixtures (including alcoholic solutions) with a basis of one or more of these substances, of a kind used as raw materials in the perfumery, food, drink or other industries (1) For the preparation of non-alcoholic beverages, no sweetening agent having been added .....	39%	30%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
3306	Perfumery, cosmetics and toilet preparations		
	(1) Not perfumed and not for immediate use . . . . .	52%	40%
3306	(2) Dental cream (toothpaste) . . . . .	156%	85%
3306	(8) Other . . . . .	156%	100%
3401	Soap, including medicated soap		
	(1) Toilet soap . . . . .	65%	40%
3401	(2) Other (including medicated soap) . . . . .	65%	40%
3402	(3) Washing preparations (whether or not containing soap) . . . . .	65%	40%
3403	(1) Oil, lubricating . . . . .	26%	15%
3403	(2) Grease, lubricating . . . . .	26%	15%
3702	Film in rolls, sensitised, unexposed, perforated or not		
3702	(2) Cinematograph . . . . .	26%	15%
3702	(3) X-ray . . . . .	20%	10%
3705	Plates, unperforated film and perforated film (other than cinematograph film), exposed and developed, negative or positive		
	(4) Other . . . . .	65%	40%
3707	Other cinematograph film, exposed and developed, whether or not incorporating sound track, negative or positive		
	(3) Other television film . . . . .	20%	10%
3808	(1) Rosin . . . . .	25%	15%
3809	(2) Pine tar . . . . .	20%	10%
3811	(4) Pesticides, prepared and ready for immediate use . . . . .	30%	Bind at 10%
3811	(7) Insecticides		
	(a) B.H.C. (powder and emulsion) . . . . .	30%	Bind at 10%
3811	(b) Other . . . . .	30%	Bind at 10%
3811	(8) Weed killers . . . . .	30%	Bind at 10%
3814	Anti-knock preparations, oxidation inhibitors, gum inhibitors, viscosity improvers, anti-corrosive preparations and similar prepared additives for mineral oils		
	(1) Anti-knock preparations, prepared additives for mineral oils . . . . .	20%	10%
3816	Prepared culture media for development of micro-organisms . . . . .	26%	15%
3819	(6) Plaster specially prepared for use in dentistry . . . . .	39%	20%
3819	(13) Hydraulic brake fluid . . . . .	26%	15%
3819	(14) Flotation reagent, n.e.s. (as aerofloat, etc.) . . . . .	20%	10%
3819	(21) Deodorants (excluding medicaments, disinfectants, and toilet preparations) . . . . .	39%	20%
3901	Condensation, polycondensation and polyaddition products, whether or not modified or polymerized, and whether or not linear (for example, phenoplasts,		



<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
	aminoplasts, alkyds, polyallyl esters and other unsaturated polyesters, silicones)		
	(5) Other .....	33%	
Ex.	Nylon resin and reflectorized plastic sheeting ..		20%
3902	Polymerization and copolymerization products (for example, polyethylene, polytetrahaloethylene, polyisobutylene, polystyrene, polyvinyl chloride, polyvinyl acetate, polyvinyl chloroacetate, and other polyvinyl derivatives, polyacrylic and polymethacrylic derivatives, coumarone-indene resins)		
	(4) Other .....	33%	25%
3903	Regenerated cellulose; cellulose nitrate, cellulose acetate and other cellulose esters, cellulose ethers and other chemical derivatives of cellulose, plasticised or not (for example, collodions, celluloid); vulcanized fiber		
	(1) Copper covered forming plates .....	20%	15%
3903	(5) Other .....	33%	25%
3906	(4) Alginic salts and esters .....	26%	20%
3907	(3) Watch glass .....	20%	10%
4006	(2) Adhesives of unvulcanized rubber or rubber compounds .....	39%	25%
4011	Rubber tyres, tyre cases, interchangeable tyre threads, inner tubes and tyre flaps for wheels of all kinds		
	(3) Aircraft tyres and inner tubes .....	59%	30%
4011	(5) Other .....	59%	45%
4102	(1) Upper leather of cattle and calf .....	52%	35%
4103	Sheep and lamb skin leather except leather falling within heading No. 4106, 4107 or 4108 .....	52%	30%
4203	Articles of apparel and clothing accessories, of leather or of composition leather		
	(2) Gloves and clothing for industrial use .....	30%	15%
4205	Other articles of leather or of composition leather ....	91%	60%
4403	Wood in the rough, whether or not stripped of its bark or merely roughed down		
	(12) Other .....	39%	20%
4405	(1) Of coniferous species		
	(a) Laths .....	20%	10%
4413	Wood (including blocks, strips and friezes for parquet or wood block flooring, not assembled), planed, tongued, grooved, rebated, chamfered, V-jointed, center V-jointed, beaded, center-beaded or the like, but not further manufactured		
	(2) Other .....	46%	25%
4414	Wood sawn lengthwise, sliced or peeled but not further prepared, of a thickness not exceeding 5 mm; veneer sheets and sheets for plywood, of a thickness not exceeding 5 mm .....	46%	25%
4701	Pulp derived by mechanical or chemical means from any fibrous vegetable material .....	13%	10%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
4702	(1) Paper cuttings and paper waste, blank; paper boxes and paper bags, waste; and the like (fit only for remanufacture) .....	13%	10%
4801	Paper and paperboard (including cellulose wadding), machine-made, in rolls or sheets		
	(1) Paper		
	(b) Other printing and writing paper		
	(iii) Paper, stamp printing and banknote ...	Free	Bind
4801	(iv) Paper, printing and/or writing, glazed or unglazed, white or colored, plain or laid (including antique wove, uncoated art printing paper and the like), n.e.s. ....	45%	35%
4801	(2) Paperboard		
	(a) Boxboard, leather board, Manila board, Jacquard or silk board (chip board), wood-pulp board, duplex or triplex .....	52%	40%
4801	(b) Matrix board (dry flong) .....	33%	20%
4801	(d) Tagboard, tabulating card-stock .....	26%	15%
4801	(f) Other (including kraft paperboard) .....	40%	30%
4807	Paper and paperboard, impregnated, coated, surface-colored, surface-decorated or printed (not being merely ruled, lined or squared and not constituting printed matter within chapter 49), in rolls or sheets		
4807	(1) Printing paper and writing paper		
	(a) Paper, coated and/or enamelled on one or both sides, white or colored (including coated art printing paper)		
	(i) Release paper, plain .....	59%	45%
4819	Paper or paperboard labels, whether or not printed or gummed		
	(2) Other .....	52%	35%
4821	Other articles of paper pulp, paper, paperboard or cellulose wadding		
	(4) Recording dials, sheets and rolls, for self-recording .....	20%	10%
4821	(9) Continuous electronic computer forms and cards .....	39%	20%
4901	Printed books, booklets, brochures, pamphlets and leaflets		
	(2) Other .....	Free	Bind
5801	Carpets, carpeting and rugs, knotted (made up or not)		
	(4) Of synthetic or regenerated fiber .....	104%	75%
5802	Other carpets, carpeting, rugs, mats and matting, and "Kelem", "Schumacks" and "Karamanie" rugs and the like (made up or not)		
	(3) Of synthetic or regenerated fiber .....	104%	75%
5903	(1) Bonded synthetic or regenerated fiber fabric ...	104%	75%
5911	Rubberized textile fabrics, other than rubberized knitted or crocheted goods		
	(6) Adhesive tape with backing of textile fabric ...	52%	35%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
6006	(3) Of synthetic or regenerated fiber (b) Clothing and articles of personal wear . . . . .	104%	70%
6101	Men's and boys' outer garments (3) Of synthetic or regenerated fiber . . . . .	104%	70%
6202	(1) Bed linen, table linen, toilet linen and kitchen linen (d) Of synthetic or regenerated fiber . . . . .	104%	70%
6204	Tarpaulins, sails, awnings, sunblinds, tents and camping goods (3) Other (d) Of synthetic or regenerated fiber . . . . .	104%	65%
6813	(2) Asbestos mixtures and articles thereof (b) Articles (i) For building purposes . . . . .	39%	20%
6813	(ii) Packings . . . . .	26%	20%
6902	Refractory bricks, blocks, tiles and similar refractory constructional goods, other than goods falling within heading No. 6901 (2) Other . . . . .	46%	35%
6910	Sinks, wash basins, bidets, water closet pans, urinals, baths and like sanitary fittings . . . . .	78%	45%
6912	Tableware and other articles of a kind commonly used for domestic or toilet purposes, or other kinds of pottery (1) Tableware . . . . .	65%	45%
7009	Glass mirrors (including rear-view mirrors), unframed, framed or backed (1) Glass, plate or sheet, silvered (including float glass, plate or sheet, silvered) . . . . .	65%	45%
7009	(2) Mirrors (framed or backed) . . . . .	70%	50%
7013	Glassware (other than articles falling in heading No. 7019) of a kind commonly used for table, kitchen, toilet or office purposes, for indoor decoration, or for similar uses (6) Other . . . . .	70%	50%
7016	Bricks, tiles, slabs, paving blocks, squares and other articles of pressed or molded glass, of a kind commonly used in building; multi-cellular glass in blocks, slabs, plates, panels and similar forms . . . . .	78%	40%
7017	Laboratory, hygienic and pharmaceutical glassware, whether or not graduated or calibrated; glass am- poules (1) Glass ampoules . . . . .	33%	25%
7017	(2) Other . . . . .	19%	10%
7018	Optical glass and elements of optical glass, other than optically worked elements; (7) Blanks for corrective spectacle lenses . . . . .	25%	15%
7020	Glass fiber (including wool), yarns, fabrics, and articles made therefrom (3) Other (f) Other . . . . .	75%	50%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
7107	Gold, including platinum-plated gold, unwrought or semi-manufactured (3) Other (b) Semi-manufactured metals .....	26%	20%
7303	Waste and scrap metal of iron or steel .....	10%	Bind
7313	(4) Tinned plates and sheets (c) Old (including box linings) .....	39%	20%
7318	Tubes and pipes and blanks therefor, of iron (other than of cast iron) or steel, excluding high-pressure hydro-electric conduits (1) Blanks for tubes and pipes .....	33%	30%
7318	(3) Other .....	39%	35%
7320	Tube and pipe fittings (for example, joints, elbows, unions and flanges), of iron or steel .....	33%	25%
7329	Chain and parts thereof, of iron or steel (4) Other .....	52%	35%
7330	Anchors and grapnels and parts thereof, of iron or steel ..	33%	20%
7336	(2) Cooking apparatus and parts thereof (b) Gas burning (i) Complete .....	60%	40%
7336	(c) Other .....	52%	35%
7338	(2) Builders' sanitary ware for indoor use and parts thereof (a) Sanitary ware, iron, enamelled (as bath tubs, lavatory ware, etc., with or without fittings) ..	91%	55%
7338	(b) Other .....	52%	40%
7340	Other articles of iron or steel (7) Containers, of a capacity not exceeding 300 liters .....	33%	25%
7340	(10) Rudders, ships' .....	Free	Bind
7401	Copper matte; unwrought copper (refined or not); copper waste and scrap (3) Copper waste and scrap (a) Copper .....	10%	Bind
7401	(b) Brass .....	10%	Bind
7408	Tube and pipe fittings (for example, joints, elbows, sockets and flanges), of copper (2) Brass .....	26%	20%
7410	Stranded wire, cables, cordage, ropes, plaited bands and the like, of copper wire, but excluding insulated electric wires and cables (1) Stranded wire, cables, cordage and ropes .....	26%	20%
7418	Other articles of a kind commonly used for domestic purposes, builders' sanitary ware for indoor use, and parts of such articles and ware, of copper (1) Domestic articles and parts thereof (b) Household utensils .....	52%	40%
7418	(2) Builders' sanitary ware for indoor use and parts thereof .....	52%	40%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
7506	Other articles of nickel		
	(7) Other .....	52%	40%
7603	Wrought plates, sheets and strip, of aluminum		
	(1) Sheets and plates .....	40%	30%
7616	Other articles of aluminum		
	(14) Other .....	52%	40%
7801	Unwrought lead (including argentiferous lead), lead waste and scrap		
	(1) Lead waste and scrap .....	13%	10%
7802	Wrought bars, rods, angles, shapes and sections, of lead; lead wire		
	(2) Wire .....	26%	20%
7804	(1) Foil (including varnished) .....	39%	20%
7901	Unwrought zinc; zinc waste and scrap		
	(1) Zinc waste and scrap .....	10%	5%
8004	(1) Foil .....	26%	15%
8102	Molybdenum, unwrought or other		
	(5) Other .....	26%	15%
8202	(5) Chain saw blades .....	19%	15%
8301	(1) Locks and padlocks .....	52%	30%
8303	Safes, strong boxes, armoured or reinforced strong-rooms, strong-room linings and strong-room doors, and cash and deed boxes and the like, of base metal		
	(5) Explosion-proof lamps, electric .....	20%	10%
8313	(1) Stoppers, crown corks, bottle caps, capsules, bung covers, seals and plombs .....	39%	25%
8315	(1) Welding rods		
	(a) Carbon steel .....	45%	30%
8401	Steam and other vapor generating boilers (excluding central heating hot water boilers capable also of producing low pressure steam)		
	(1) Steam and other vapor generating boilers		
	(a) Working pressure 50 kgs per square centimeter and under .....	32%	20%
8401	(b) Other .....	13%	10%
8401	(3) Boiler fittings and mountings .....	32%	20%
8402	Auxiliary plant for use with steam and other vapor generating boilers (for example, economizers, superheaters, soot removers, gas recoverers and the like); condensers for vapor engines and power units .....	32%	20%
8405	Steam and other vapor power units, not incorporating boilers .....	13%	10%
8406	(1) Aircraft engines		
	(a) Engine .....	Free	Bind
8406	Internal combustion piston engines		
	(2) (c) For other motor vehicle use, including parts .	46%	30%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
8408	Other engines and motors		
	(1) Aircraft engines (as turbo-jets, ram-jets, pulse-jets) .....	Free	Bind
8408	(2) Gas turbines other than for aircraft .....	13%	10%
8408	(3) Other .....	13%	10%
8410	(1) Pumps .....	26%	15%
8410	(2) Liquid elevators .....	26%	15%
8410	(4) Injection pumps for diesel engines (b) Other .....	13%	10%
8411	(1) Air pumps, vacuum pumps, and turbo-pumps ...	16%	10%
8411	(2) Air or gas compressors, motor and turbo-compressors .....	19%	15%
8411	(5) Refrigerating compressors .....	35%	20%
8412	Air conditioning machines, self-contained, comprising a motor-driven fan and elements for changing the temperature and humidity of air		
	(1) Complete .....	45%	30%
8415	(1) Refrigerators and refrigerating equipment, other than domestic refrigerators		
	(a) Freezers and refrigerating equipment .....	25%	15%
8415	(b) Cold drink machinery, ice cream machinery and the like .....	46%	25%
8415	(3) Domestic refrigerators, electrical		
	(a) Complete .....	46%	30%
8417	(1) (c) Distillation apparatus, laboratory .....	19%	10%
8417	(h) Sterilizers and pasteurizers .....	19%	10%
8417	(k) Chlorinator .....	16%	10%
8418	(1) Cream separators .....	16%	10%
8418	(2) Centrifuges for oil refinery .....	16%	10%
8418	(8) Liquid or gas filters for internal combustion engines		
	(c) For industrial and ships' use .....	13%	10%
8418	(9) Electric air filters and purifiers .....	50%	30%
8419	(1) Dish washing machines .....	46%	30%
8420	Weighing machinery (excluding balances of a sensitivity of 5 cg or better), including weight-operated counting and checking machines; weighing machine weights of all kinds .....	19%	15%
8421	(4) Steam or sand blasting machines and similar jet projecting machines .....	19%	10%
8422	Lifting, handling, loading or unloading machinery, telfers and conveyors (for example, lifts, hoists, winches, cranes, transporter cranes, jacks, pulley tackle, belt conveyors and teleferics), not being machinery falling within heading No. 8423		
8422	(6) Other .....	20%	15%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
8423	(3) Oil well drilling machinery .....	Free	Bind
8423	(4) Stone mining machines .....	13%	10%
8435	Other printing machinery; machines for uses ancillary to printing (2) Other .....	19%	15%
8440	(1) (d) Printing machines for leather, wallpaper, wrapping paper and other materials .....	19%	15%
8440	(2) Domestic washing machines (a) Electric .....	46%	30%
8444	Rolling mills and rolls therefor .....	13%	10%
8445	(2) Machine-tools for changing the shape or form of the metal (without removing metals or carbides) (a) Forging, stamping and die stamping machines .....	13%	10%
8445	(b) Metal working presses .....	13%	10%
8445	(c) Extruding machines .....	13%	10%
8452	(1) Electronic computers (a) Central processing unit with an input/output unit and a memory unit of capacity not less than 32,000 Bits, for data processing purpose .....	10%	5%
8452	(2) Electronic control equipment specially for use with machine (including digital controller, programmed controller, computer and the like)....	20%	10%
8452	(4) Other .....	40%	30%
8453	Statistical machines of a kind operated in conjunction with punched cards (for example, sorting, calculating and tabulating machines); accounting machines operated in conjunction with similar punched cards; auxiliary machines for use with such machines (for example, punching and checking machines) .....	39%	25%
8455	Parts and accessories (2) For heading No. 8452 (1) (a) .....	10%	7.5%
8455	(3) For heading No. 8454 (3) and 8454 (4) .....	52%	30%
8459	(2) Road making machines .....	13%	10%
8459	(5) Oil refining machinery .....	13%	10%
8459	Machinery and mechanical appliances, not falling within any other heading of this chapter (9) Other .....	19%	15%
8461	Taps, cocks, valves and similar appliances, for pipes, boiler shells, tanks, vats and the like, including pressure reducing valves and thermostatically controlled valves (5) Other .....	19%	15%
8462	Ball, roller or needle roller bearings (2) Parts (b) Steel race for bearings (unfinished) .....	33%	20%
8463	Transmission shafts, cranks, bearing housings, plain shaft bearings, gears and gearing (including friction gears and gear-boxes and other variable speed gears),		

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
	flywheels, pulleys and pulley blocks, clutches and shaft couplings		
	(6) Shaft, transmission, for motor driven hand tools .	19%	15%
8464	Gaskets and similar joints of metal sheeting combined with other material (for example, asbestos, felt and paperboard) or of laminated metal foil; sets or assortments of gaskets and similar joints, dissimilar in composition, for engines, pipes, tubes and the like, put up in pouches, envelopes or similar packings		
	(3) Gaskets and similar joints for machinery . . . . .	19%	10%
8465	Machinery parts, not containing electrical connectors, insulators, coils, contacts or other electrical features and not falling within any other heading in this chapter		
	(1) Oil seal rings		
	(c) For other machinery . . . . .	19%	10%
8465	(6) Other . . . . .	19%	15%
8501	Electrical goods of the following descriptions: generators, motors, converters (rotary or static), transformers, rectifiers and rectifying apparatus, inductors		
	(4) Battery chargers . . . . .	32%	20%
8501	(11) Generators, turbine . . . . .	13%	10%
8501	(12) Generators, kerosene or diesel		
	(a) 1,000 H.P. and under . . . . .	19%	15%
8501	(b) Over 1,000 H.P. . . . .	13%	10%
8502	(3) Electromagnetic and permanent magnet chucks, clamps, vices and similar work holders . . . . .	19%	15%
8503	Primary cells and primary batteries		
	(2) Other primary cells and batteries . . . . .	46%	30%
8506	Electro-mechanical domestic appliances, with self-contained electric motor		
	(2) Electric food grinders, food mixers, juice extractors, floor polishers, meat slicers and the like for domestic use . . . . .	65%	35%
8506	(3) Other . . . . .	65%	35%
8511	(1) Electric furnaces, ovens and induction and dielectric heating equipment		
	(b) For laboratory use . . . . .	19%	10%
8511	(3) Electric brazing and soldering machines . . . . .	13%	10%
8511	(4) Electric machines and apparatus for cutting . . . . .	13%	10%
8512	Electric instantaneous or storage water heaters and immersion heaters; electric soil heating apparatus and electric space heating apparatus; electric hair dressing appliances (for example, hair dryers, hair curlers, curling tong heaters) and electric smoothing irons; electro-thermic domestic appliances; electric heating resistors, other than those of carbon		
	(4) Other . . . . .	50%	30%
8513	(2) Transmitters and receivers, teletypewriter, line telegraphic . . . . .	20%	10%



<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
8514	Microphones and stands therefor; loudspeakers; audio-frequency electric amplifiers		
	(2) Repeaters, voice, telephones .....	26%	15%
8515	(5) Radio telephonic transmission and reception apparatus .....	26%	15%
8515	(7) Radio broadcasting apparatus .....	26%	15%
8515	(10) Radio facsimile apparatus .....	26%	15%
8517	Electric sound or visual signalling apparatus (such as bells, sirens, indicator panels, burglar and fire alarms), other than those of heading No. 8509 or 8516		
	(2) Indicator panels .....	65%	35%
8518	Electrical capacitors, fixed or variable		
	(5) Capacitors, n.e.s. ....	33%	30%
8519	(1) Switches (except fuse cut-outs), relays, fuses, terminals, resistors, fixed or variable, surge suppressors, switchboards and control panels, circuit breakers, regulators, remote controls, rheostats, compensators, etc. for high voltage use .....	19%	
Ex.	Resistors and wire potentiometers .....		10%
8519	(2) Low voltage regulators .....	32%	20%
8519	(7) Rheostats and potentiometers (resistors) for radio apparatus		
	(a) Complete .....	33%	
Ex.	Wire potentiometers .....		20%
8519	(b) Parts .....	26%	
Ex.	Wire potentiometer parts .....		15%
8519	(11) Other .....	33%	20%
8521	Thermionic, cold cathode and photo-cathode valves and tubes (including vapor or gas filled valves and tubes, cathode-ray tubes, television camera tubes and mercury arc rectifying valves and tubes); photocells; mounted transistors and similar mounted devices incorporating semi-conductors; mounted piezo-electric crystals		
	(2) Integrated circuits .....	20%	10%
8521	(3) Other .....	20%	
Ex.	Module, diodes, transistors .....		10%
8522	Electrical goods and apparatus (except those suitable for use solely or principally as parts of other machines or apparatus), not falling within any other heading of this chapter		
	(12) Other .....	19%	15%
8523	Insulated (including enamelled or anodised) electric wire, cable, bars, strip and the like (including coaxial cable), whether or not fitted with connectors		
	(1) Solely for telecommunication use		
	(a) Coaxial cable .....	26%	15%
8523	(b) Other .....	39%	30%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
8524	Carbon brushes, arc-lamp carbons, battery carbons, carbon electrodes and other carbon articles of a kind used for electrical purposes (1) Carbon brushes (a) For motors of 1 H.P. or over and generator use .....	19%	10%
8528	Electrical parts of machinery and apparatus, not being goods falling within any of the preceding headings of this chapter (3) Other .....	33%	25%
8606	Railway and tramway rolling-stock, the following: work-shops, cranes and other service vehicles (1) Railway (a) Self-propelled .....	7%	5%
8609	Parts of railway and tramway locomotives and rolling-stock (2) Parts of diesel locomotives .....	7%	5%
8610	Railway and tramway track fixtures and fittings; mechanical equipment, not electrically powered, for signalling to or controlling road, rail or other vehicles, ships or aircraft; parts of the foregoing fixtures, fittings or equipment (2) Railway and tramway track fixtures and fittings ..	7%	5%
8701	(1) Tractors other than road tractors for semi-trailers (e) Other .....	46%	35%
Ex.	Crawler, wheeled tractors .....		
8702	Motor vehicles for the transport of persons, goods or materials (including sports motor vehicles, other than those of heading No. 8709) (1) Motor cars (a) Sedan (including taxi), convertible, sports ..	75%	65%
8703	(2) Road sweeper lorries, spraying lorries .....	33%	30%
8703	(3) Crane lorries (a) Fitted with lifting device for lifting purpose solely (without cargo space) .....	19%	15%
8714	Other vehicles (including trailers), not mechanically propelled, and parts thereof (3) Other vehicles (a) Vehicles (i) Trailers specially constructed for conveyance of cargo vans .....	33%	30%
8802	Flying machines, gliders and kites; rotochutes .....	Free	Bind
8803	Parts of goods falling in heading No. 8801 or 8802 (for airships, flying machines, gliders, kites and rotochutes) .....	Free	Bind
9001	Lenses, prisms, mirrors and optical elements, of any material, unmounted, other than such elements of glass not optically worked; sheets or plates, of polarizing material (1) For eyeglasses, binoculars, telescopes, etc. ....	39%	35%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
9008	Cinematographic cameras, projectors, sound recorders and sound reproducers; any combination of these articles		
	(4) Other .....	39%	25%
9009	Image projectors (other than cinematographic projectors); photographic (except cinematographic) enlargers and reducers		
	(2) Microfilm readers .....	33%	20%
9010	(1) Apparatus and equipment of a kind used in photographic or cinematographic laboratories, not falling within any other heading in this chapter		
	(b) Used in cinematographic laboratories .....	35%	20%
9010	(4) Projection screens .....	39%	20%
9010	(5) Film editor .....	26%	15%
9017	Medical, dental, surgical and veterinary instruments and appliances (including electro-medical apparatus and ophthalmic instruments)		
	(1) Electro-medical apparatus		
	(b) Other .....	19%	10%
9018	Mechano-therapy appliances; massage apparatus; psychological aptitude-testing apparatus; artificial respiration, ozone therapy, oxygen therapy, aerosol therapy or similar apparatus; breathing appliances (including gas masks and similar respirators)		
	(2) Breathing appliances (including gas masks, oxygen breathing apparatus, hose masks, filter respirators and the like) .....	10%	5%
9018	(5) Other .....	19%	10%
9019	Orthopedic appliances, surgical belts, trusses and the like; artificial limbs, eyes, teeth and other artificial parts of the body; deaf aids; splints and other fracture appliances		
	(1) Deaf aids, hemodialysis .....	Free	Bind
9019	(2) Orthopedic appliances, surgical belts, trusses and the like; splints and other fracture appliances ..	19%	10%
9019	(5) Other .....	Free	Bind
9020	Apparatus based on the use of X-rays or of the radiations from radioactive substances (including radiography and radiotherapy apparatus); X-ray generators; X-ray tubes; X-ray screens; X-ray high tension generators; X-ray control panels and desks; X-ray examination or treatment tables, chairs and the like		
	(2) Other .....	19%	10%
9021	Instruments, apparatus or models, designed solely for demonstrational purposes (for example, in education or exhibition), unsuitable for other uses		
	(2) Other .....	19%	10%
9024	Instruments and apparatus for measuring, checking or automatically controlling the flow, depth, pressure or other variables of liquids or gases, or for automati-		

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
	cally controlling temperature (for example, pressure gauges, thermostats, level gauges, flow meters, heat meters, automatic oven-draught regulators), not being articles falling within heading No. 9014		
	(2) Thermostats, non-electrical .....	19%	15%
9024	(3) Automatic oven-draught regulators .....	20%	15%
9025	Instruments and apparatus for physical or chemical analysis (such as polarimeters, refractometers, spectrometers, gas analysis apparatus); instruments and apparatus for measuring or checking viscosity, porosity, expansion, surface tension or the like (such as viscometers, porosimeters, expansion meters); instruments and apparatus for measuring or checking quantities of heat, light or sound (such as photometers, including exposure meters, calorimeters); microtomes		
	(3) Other .....	19%	Bind at free
9026	Gas, liquid and electricity supply or production meters; calibrating meters therefor		
	(1) Electricity supply meters .....	20%	15%
9026	(2) Other		
	(a) Gas or liquid supply meters as gas meters, water meters, etc. ....	20%	15%
9028	(2) Electrical or electronic instruments or apparatus for measuring non-electric quantities, or for checking, analyzing or automatically controlling		
	(d) Electrical or electronic instruments or apparatus whose non-electrical counterparts fall in heading No. 9014, 9015, 9016, 9022, 9023, 9024, 9025, 9027		
	(i) Instruments or apparatus falling within heading No. 9016 (2), 9022 or 9025 (2) and (3) whose operation depends on electrical phenomenon .....	19%	Bind at free
9028	(ii) Other .....	19%	15%
9028	(e) Other .....	19%	15%
9028	(3) Instruments and apparatus for detecting or measuring radiations .....	19%	15%
9029	Parts or accessories suitable for use solely or principally with one or more of the articles falling within heading No. 9023, 9024, 9026, 9027 or 9028		
	(7) Sensitive elements for various instruments . . .	19%	15%
9029	(9) Thermocouples .....	19%	15%
9029	(15) Parts for electricity supply meters .....	20%	15%
9111	Other clock and watch parts .....	20%	10%
9205	Other wind musical instruments .....	52%	35%
9206	Percussion musical instruments (for example, drums, xylophones, cymbals, castanets) .....	52%	35%
9212	(2) Record blanks (plain wax-discs for recording sound) .....	25%	15%

<i>Tariff Number</i>	<i>Description of Goods</i>	<i>Current Duty</i>	<i>Offered Duty</i>
9305	Arms of other descriptions, including air, spring and similar pistols, rifles and guns (3) Other .....	130%	65%
9306	Parts of arms, including roughly sawn gun stock blocks and gun barrel blanks, but not including parts of side-arms (2) (b) Parts for other firearms .....	130%	65%
9402	Medical, dental, surgical or veterinary furniture (for example, operating tables, hospital beds with mechanical fittings); dentists' and similar chairs with mechanical elevating, rotating or reclining movements; parts of the foregoing articles		
9402	(2) Other .....	19%	15%
9508	(2) Worked, unhardened gelatin (except gelatin falling within heading No. 3503) and articles thereof (b) Capsules for pharmaceutical products .....	33%	30%
9704	Equipment for parlour, table and funfair games for adults or children (including billiard tables and pin-tables and table tennis requisites) (2) Other .....	78%	40%

## ANNEX II

## REPUBLIC OF CHINA'S NON-TARIFF MEASURE CONCESSIONS

1. Best efforts will be made to secure the legislative authority to eliminate the 20 percent customs valuation uplift within 5-6 years.

2. Favorable consideration will be given to taking appropriate liberalization measures regarding all non-tariff measures applied to imports of apples and automobiles.

3. Favorable consideration will be given to allowing imports of products containing ingredients acceptable in the United States, but currently not admitted to the Republic of China, subject to appropriate health and sanitary safeguards.

4. U.S. firms will be allowed to open branch offices to sell life insurance policies to all U.S. nationals in Taiwan.

5. U.S. firms will be allowed to open branch offices to sell property insurance policies, except marine, for property of U.S. nationals and entities. The joint ventures with American investment are to be excluded due to the fact that they are incorporated under Chinese laws and consequently to be regarded as Chinese firms.

6. The following measures are being taken and to be enforced to prevent the imitation of foreign trademarks:

a. Manufacturers who copy foreign trademarks registered in our country shall be referred to the court for prosecution in accordance with article 62 of the Trademark Law, and articles 253, 254, and 255 of the Criminal Law of the Republic of China. The Board of Foreign Trade will prohibit the manufacturers from exporting the products in question.

b. Those who imitate foreign trademarks not yet registered in this country shall also be conveyed to the court if they are suspected of committing the crime of illegally

showing the trademark and the place of origin. If the place of origin is not shown, they cannot be prosecuted because our laws provide no penalty for the said counterfeiting. Under the circumstances, however, the National Bureau of Standards will still notify and admonish the counterfeiters not to use the trademark.

- c. The Republic of China will encourage its manufacturers to create their own trademarks and apply for registration in foreign countries.
- d. The Republic of China will ask industry associations to advise their members of their responsibilities under Government regulations on trademarks, above all those in the Criminal Law, and voluntarily to inform the authorities concerned of any unlawful act.
- e. Whenever the National Bureau of Standards finds an application for a trademark which is closely similar to a foreign trademark, it will, without hesitation, reject the application according to the relevant articles of the Trademark Law. In addition, if an applicant is found suspected of imitating a trademark intentionally, the case will be referred to the court for prosecution.
- f. In the forthcoming revision of the Trademark Law the following stipulation will be added in order to prevent crimes on trademark piracy: Those who are accessories to copying foreign trademarks registered in this country will be punished; and more severe punishment shall be inflicted for trademark counterfeiters, and the products in question shall be confiscated.

## II

EMBASSY OF THE REPUBLIC OF CHINA  
WASHINGTON, D.C.

December 29, 1978

Excellency:

I have the honor to acknowledge the receipt of Your Excellency's letter of today's date, which reads as follows:

*[See letter I]*

I have the further honor to inform you, on behalf of the Government of the Republic of China, that it concurs with the contents of your letter.

Please accept, Excellency, the renewed assurances of my highest esteem.

Sincerely,

*[Signed]*

YI-TING WONG  
Political Vice Minister  
Ministry of Economic Affairs

Ambassador Robert S. Strauss  
Special Representative for Trade Negotiations  
Executive Office of the President  
Washington, D.C.