**ANNEX VI**

REFERRED TO IN PARAGRAPH 6 OF ARTICLE 2.20 (ANNEXES) OF SECTION 2.1 (GENERAL PROVISIONS ON TRADE IN GOODS) OF CHAPTER 2 (TRADE IN GOODS)

ANNEX VI

Calculation of quota volumes after entry into force

REFFERED TO IN PARAGRAPH 6 OF ARTICLE 2.20 (ANNEXES) OF SECTION 2.1 (GENERAL PROVISIONS ON TRADE IN GOODS) OF CHAPTER 2 (TRADE IN GOODS)

If this Agreement enters into force on, or is provisionally applied from, a date after the beginning of a quota period in this Agreement and on or before the end of that period, the quota which shall be applicable for the remainder of that quota period shall be applied subject to the following adjustments:

1. Quota volumes shall be calculated as follows:
	1. If there is no corresponding tariff rate quota (“TRQ”) in the Agreement on Trade in Goods between Iceland, the Kingdom of Norway and the United Kingdom of Great Britain and Northern Ireland(“Interim Agreement”), the quota volume shall be reduced pro rata according to the remaining number of days in the quota period.
	2. If there is a corresponding TRQ in the Interim Agreement, the quota volume shall be calculated (subject to deductions as set out in paragraph 2) as:
		1. The whole quota volume under the Interim Agreement, plus:
		2. The difference between the quota volume under the Interim Agreement and the quota volume under this Agreement, reduced pro rata according to the remaining number of days in the quota period of the TRQ under this Agreement.
2. If there is a corresponding TRQ in the Interim Agreement, volumes correctly deducted from the corresponding quota under the Interim Agreement shall also be counted as deductions from the quota volume under this Agreement.
3. Auctioning and licensing for the first quota period under this Agreement shall, as far as possible take place 6 weeks before, and at the latest 14 days before, the entry into force or earlier provisional application of this Agreement. For greater certainty, allocations of quota entitlements to economic operators which have been correctly made under the Interim Agreement (whether by auctioning, licensing or any other method) may remain effective for the purposes of this Agreement.
4. For the purposes of paragraphs 1 and 2 above, in relation to any TRQ under this Agreement (“new TRQ”), there is considered to be a corresponding TRQ under the Interim Agreement (“old TRQ”) if those TRQs apply to the same tariff lines and no other TRQ applies to those tariff lines under either agreement in respect of imports into the importing Party from the exporting Party on any day forming part of the quota period for the new TRQ or the old TRQ. For greater certainty, this paragraph is applied on the basis of the tariff lines that the new TRQ and the old TRQ would cover during the calendar year of entry into force.

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