



NEW ZEALAND
FOREIGN AFFAIRS & TRADE



TRANS-PACIFIC partnership MANUFACTURED GOODS*: KEY OUTCOMES



FACT SHEET

- New Zealand exported NZ\$7.0 billion in manufactured goods in 2014 to the TPP region.
- The United States, Japan, Canada, Mexico and Peru (New Zealand's five new FTA partners in TPP) imported an average of NZ\$2.3 billion of manufactured goods from New Zealand per year from 2012–2014. Average annual tariffs were NZ\$9.6 million per year.

 **NZ\$9.6m**

→ Estimated annual tariff savings when TPP is fully implemented.

Key TPP outcomes:

- TPP will eliminate all NZ\$9.6 million of the tariffs levied on the import of New Zealand manufactured goods in the TPP region. Over 90% of New Zealand's manufactured goods trade with these new FTA partners will be duty free once TPP enters into force.
- All remaining tariffs on New Zealand's manufactured goods exports to Viet Nam not removed in New Zealand's existing FTA with Viet Nam (AANZFTA) will also be eliminated.

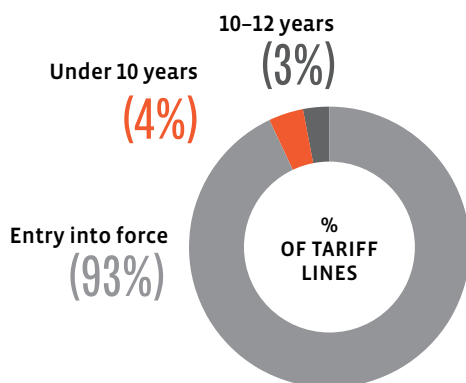
(* Industrial goods, excluding textiles and apparel)

→ Key Markets:

- **United States:** At entry into force, 84% of duties paid will be eliminated, 99% within eight years, and the remainder within 12 years. Key duty savings at entry into force include machinery, plastics and electronic equipment.
- **Japan:** At entry into force, 75% of duties paid will be eliminated, and the remainder within 16 years. Key duty savings at entry into force include plastics and chemicals.
- **Canada:** At entry into force, 98% of duties paid will be eliminated, and the remainder within 12 years.
- **Mexico:** At entry into force, 49% of duties paid will be eliminated, 99% within 10 years, and the remainder within 16 years.
- **Peru:** At entry into force, 56% of duties paid will be eliminated, 79% within six years, and the remainder within 11 years.
- **Viet Nam:** All tariffs on traded industrial products not already eliminated in New Zealand's existing FTA with Viet Nam (AANZFTA) are eliminated within 11 years under the TPP.

When do tariff lines go to zero?

United States



→ Key tariff lines eliminated on entry into force include:

- Electromagnetics (HS8505.90.80)
- Static converters (HS8504.40.95)
- Sports/pleasure boats (HS8903.91.00 & HS8903.10.00)

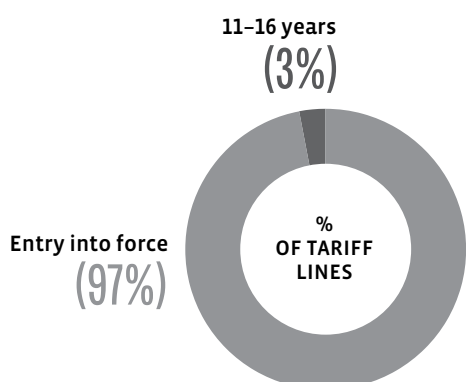
Key tariff lines eliminated in 5 years include:

- Lighting fixtures, of metal, incl. chandeliers (HS9405.10.60)
- Shearing machines (HS8462.39.00)

Key tariff lines eliminated in 8 years include:

- Plastics: Tableware and kitchenware (HS3924.10.40)

Japan



→ Key tariff lines eliminated on entry into force include:

- Plastics (HS392321.000, HS392010.000, HS392690.029)
- Metal mountings / fittings (HS830241.000)

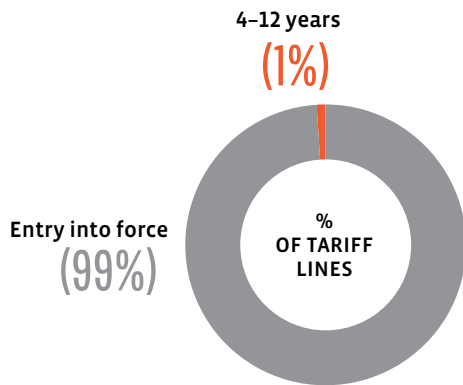
Chemicals:

- Acyclic monoamines (HS2921.19.000)
- Lecithins (HS2923.20.000)
- Carboxylic acids (HS2918.19.090)

NB: Entry into force percentages include tariff lines with duties already applied at zero.



Canada

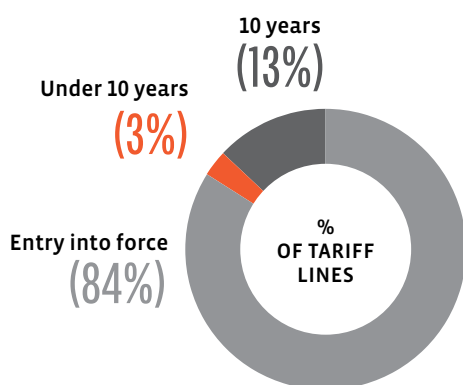


Key tariff lines eliminated on entry into force include:

- Plastics (HS3926.90.99 & HS3924.10.00)
- Motorboats (HS8903.92.00)
- Jewellery and parts thereof (HS7113.19.90)
- Beauty or make-up and skin care preparations (HS3304.99.90)



Mexico



Key tariff lines eliminated on entry into force include:

- Air conditioners (HS8418.69.13)
- Electrical lighting or signalling equipment (HS8512.20.02 & HS8512.20.99)
- Medicaments (HS3004.90.99)

Key tariff lines eliminated in 5 years include:

- Machines for crushing or grinding earth (HS8474.20.02 & HS8474.20.99)
- Taps, cocks, valves and similar appliances for pipes (HS8481.80.99)

Key tariff lines eliminated in 10 years include:

- Cable terminals (HS7419.91.01)
- Veterinary medicaments (HS3004.39.99 & HS3004.50.99)

→ Tariff finder

Look up tariffs under TPP and compare them to other free trade agreements at: tariff-finder.fta.govt.nz

→ Notes