

**AGREEMENT ON TRADE
BETWEEN
THE ROYAL GOVERNMENT OF BHUTAN
AND
THE GOVERNMENT OF THE PEOPLE'S REPUBLIC OF BANGLADESH**

The Royal Government of Bhutan and the Government of the People's Republic of Bangladesh (hereinafter referred to as "Bhutan" and "Bangladesh" respectively);

Being urged by the desire to maintain, further develop and strengthen the existing cordial relations and spheres of co-operation on the basis of equality and mutual advantage;

Being convinced of the benefits that would accrue to their peoples as a consequence of expansion and diversification of trade and commerce between their territories;

Have agreed as follows:-

ARTICLE-I

Both Bhutan and Bangladesh shall explore and undertake all measures necessary to promote, facilitate, expand and diversify trade in goods between the two countries.

ARTICLE-II

Both Bhutan and Bangladesh shall accord each other the most favoured nation treatment in respect of issue of licenses, customs formalities, customs duties and other taxes, storage and handling charges, fees and charges of any kind levied on export and import of goods to be exchanged between the two countries.

ARTICLE-III

With a view to promoting and expanding trade further, the two countries may accord tariff concessions to each other through mutual consultations and may form a Joint Working Group for this purpose.

ARTICLE-IV

The provision of Article II shall not, however, apply to the grant or continuance of any;

- (a) Advantages accorded by either Bhutan or Bangladesh to facilitate border trade;
- (b) Preference or advantages accorded by either Bhutan or Bangladesh to any third country before the date of the entry into force of this Agreement; and
- (c) Advantages resulting from any Customs Union or from an Agreement on free trade zone or from regional or multilateral arrangement to which either Bhutan or Bangladesh is or may become a member.

ARTICLE-V

Both Bhutan and Bangladesh shall conduct mutual trade in goods in accordance with the schedule A and B annexed to this Agreement and within the framework of their respective laws, regulations and procedures relating to import and export of goods. This shall not, however, preclude Bhutan and Bangladesh to conduct the trade in goods not enumerated in the said schedules.

ARTICLE-VI

Notwithstanding the foregoing provisions, either Bhutan or Bangladesh may maintain or introduce such restrictions as are necessary for the purpose of:

- (a) Protecting public morals;
- (b) Protecting human, animal and plant life;
- (c) Safeguarding the implementation of law relating to the import and export of gold and silver bullion; and
- (d) Safeguarding such other interests as may be mutually agreed upon.

ARTICLE-VII

All payments in connection with exportation or importation of goods as well as other payments shall be effected through mutually accepted mechanisms.

ARTICLE-VIII

The mutual trade in goods between the two countries shall take place by means of transportation and through the routes as may be mutually agreed upon.

ARTICLE-IX

For facilitating the movement of goods, both Bhutan and Bangladesh agree to provide necessary number and means of transportation, warehousing and handling facilities at point or points of entry, exit or breakpoints, on such terms as may be mutually agreed upon, for the storage and speedy movement of trade cargo.

ARTICLE-X

The movement of goods between the two countries shall be governed by the procedures as laid down in the protocol hereto annexed. Except in case of failure to comply with the prescribed procedures, goods to be exported to or imported from either Bhutan or Bangladesh shall not be subject to unnecessary delays or restrictions.

ARTICLE-XI

Both Bhutan and Bangladesh shall consult each other as and when necessary and also review the implementation of this Agreement. For this purpose, representatives of Bhutan and Bangladesh shall meet on request by either Government at a place and time to be mutually agreed upon but not later than sixty days after the date of request.

Mutually agreed amendment(s) or supplement(s), if any, to this Agreement shall be made by exchange of letters between the two countries through diplomatic channel.

ARTICLE -XII

Both Bhutan and Bangladesh shall encourage mutual exchange of information, particularly concerning their respective legislation and trade programs, as well other information of mutual interest.

Both Bhutan and Bangladesh agree to promote trade cooperation by means of measures aiming to improvement of mutual trade, including:

- (a) Arrangement of fairs, exhibitions, conferences, advertising, consultancy and other business services;
- (b) Development of contacts between trade entities, manufacturers associations, chambers of commerce and other business associations of both countries; and
- (c) Coordination of trade research on mutual basis to explore new trade potential in goods.

ARTICLE - XIII

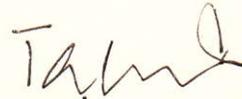
This Agreement shall come into force from the date of its signing and shall remain valid for a period of five years. It shall be automatically extended for a period of five years unless one of the countries hereto gives notice in writing, six months in advance, of its intention to terminate this Agreement.

Done in Dhaka on the 6th day of December, Two Thousand and Fourteen and in two original copies in the English language.



(H.E. Norbu Wangchuk)
Minister
Ministry of Economic Affairs

On behalf of
The Royal Government
of Bhutan



(H.E. Tofail Ahmed, MP)
Minister
Ministry of Commerce

On behalf of
The Government of the People's
Republic of Bangladesh

SCHEDULE- A

Exportable Items of Bhutan to Bangladesh

Sl. No.	H.S Code	Description of goods
1.	0403.10.00	Yogurt
2.	0406.10 - 0406.90	Cheese and curd.
3.	0409.00.00	Natural honey.
4.	0701.90.00	Potatoes
5.	0704.10.00	Cauliflowers and headed broccoli
6.	0704.20.00	Brussels sprouts
7.	0704.90.00	Other
8.	0706.10.00	Carrots and turnips
9.	0706.90.00	Other
10.	0708.10 - 0708.90	Leguminous vegetables, shelled or unshelled, fresh or chilled.
11.	0709.20.00	Asparagus
12.	0709.51.00	Mushrooms of the genus Agaricus
13.	0709.60.20	Chilies, fresh
14.	0712.30.00	Mushroom & truffles, dried
15.	0713.33.00	Kidney beans, including white pea beans (Phaseolus vulgaris)
16.	0802.31.00	In shell (Walnut)
17.	0805.10.00	Oranges
18.	0805.20.00	Mandarins
19.	0808.10.00	Apples
20.	0808.20.00	Pears and quinces
21.	0809.10.00	Appricots
22.	0809.30.00	Peaches, including nectarines
23.	809.4	Plums and sloes, fresh.
24.	0810.10- 0810.90	Other fruit, fresh (Strawberries & Persimmon)
25.	0813.40.00	Other fruit (Dried Persimmon)
26.	0814.00.00	Peel of citrus fruit or melons (including watermelons), fresh, frozen, dried, or provisionally preserved in brine, in sulphur water or in other preservative solutions.
27.	0904.20.00	Fruits of the genus Capsicum or of the genus Pimenta, dried or crushed or ground
28.	0908.30.00	Cardamoms
29.	1005.10-1005.90	Maize
30.	1006.20.00	Husked brown rice
31.	0910.10.00	Ginger
32.	1511.10-1511.90	Palm oil and its fractions, whether or not refined but not chemically modified
33.	1517.10 - 1517.90	Margarine, edible mixtures or preparations of animal or vegetable fat or oils or of fractions of different fats or oils of this Chapter, other than edible fats or oils or their fractions of heading No. 15.16.

Sl. No.	H.S Code	Description of goods
34.	2001.90.00	Other (Pickles)
35.	2002.10.00	Tomatoes, whole or in pieces
36.	2003.10.00	Mushrooms of the genus Agaricus
37.	2005.10.00	Homogenised vegetables
38.	2005.60.00	Asparagus
39.	2005.80.00	Sweet corn (Zea mays var. saccharata)
40.	2005.90.00	Other vegetables and mixtures of vegetables, prepared /preserved
41.	2006.00.00	Vegetables, fruit, nuts, fruit-peel and other parts of plants, preserved by sugar (drained, glaze or crystallised).
42.	2007.10 - 2007.99	Homogenised preparation of Jams, fruit jellies, marmalades, fruit or nut puree and fruit or nut pastes, being cooked preparations, whether or not containing added sugar or other sweetening matter.
43.	2008.11.00	Groundnuts
44.	2008.19.00	Other, including mixtures
45.	2008.20.00	Pineapples
46.	2008.30.00	Citrus fruit
47.	2008.40.00	Pears
48.	2008.50.00	Apricots
49.	2008.60.00	Cherries
50.	2008.70.00	Peaches, including nectarines
51.	2008.91.00	Palm hearts
		Orange juice
52.	2009.11.00	Frozen
53.	2009.12.00	Not frozen, of a Brix value not exceeding 20
54.	2009.19.00	Other
55.	2009.29 - 2009.80	Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirits, whether or not containing added sugar or other sweetening matter.
56.	2009.90.00	Mixtures of juices
57.	2103.20.00	Tomato ketchup and other tomato sauces
58.	2201.10.00	Mineral waters and aerated waters
59.	2202.10.00	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured
60.	2506.10 -2506.20	Quartz(other than natural sands);quartzite, whether or not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs or a rectangular (including square) shape.
61.	2515.11- 2515.12	Marble, travertine, ecaussine and other calcareous monumental and building stone of an apparent specific gravity of 2.5 or more, and alabaster, whether or not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular shape.
62.	2515.12.00	Merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape.

Sl. No.	H.S Code	Description of goods
63.	2516.11-2516.90	Granite, porphyry, basalt, sandstone and other monumental or building stone, whether or not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape.
64.	2517.10.00	Pebbles, gravel, broken or crushed stone, of a kind commonly used for concrete aggregates, for road metalling or for railway or other ballast, shingle and flint, whether or not heat-treated
65.	2517.41.00	Granules, Chippings, Powder of Marble
66.	2518.10 - 2518.30	Dolomite, whether or not calcined; dolomite roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square)shape; agglomerated dolomite (including tarred dolomite).
67.	2520.10.00	Gypsum; anhydrite
68.	2520.20.00	Plasters
69.	2521.00.00	Limestone flux; limestone and other calcareous stone, of a kind used for the manufacture of lime or cement.
70.	2522.10 – 2522.30	Quicklime, slaked lime and hydraulic lime, other than calcium oxide and hydroxide of heading No. 28.25.
71.	2523.10.00	Cement clinkers
72.	2523.21 -2523.29	Portland cement:
73.	2526.10 - 2526.20	Natural steatite, whether or not roughly trimmed or merely cut, by sawing or otherwise into blocks or slabs of a rectangular (including square) shape; talc.
74.	2701.11-2701.19	Coal
75.	2849.10 -2849.90	Carbides, whether or not chemically defined.
76.	3301.29.00	Other (Essentials oils)
77.	3806.1	Gum resin
78.	3917.21-3917.40	Tubes, pipes and hoses, rigid (HDPE Pipes)
79.	4410.11 - 4410.90	Particle board, oriented strand board (OSB) and similar board (for example, waferboard) of wood or other ligneous materials, whether or not agglomerated with resins or other organic binding substances.
80.	4411.12 -4411.94	Fibreboard of wood or other ligneous materials, whether or not bonded with resins or other organic substances.
81.	4412.10 - 4412.99	Plywood, veneered panels and similar laminated wood.
82.	4418.10 - 4418.90	Builders' joinery and carpentry of wood, including cellular wood panels, assembled flooring panels, shingles and shakes.
83.	5402.33 - 5402.47	Textured Polyester Yarn
84.	7202.21 -7202.29	Ferro-silicon
85.	7206.10 - 7206.90	Iron and non-alloy steel in ingots or other primary forms (excluding iron of heading No. 72.03).

Sl. No.	H.S Code	Description of goods
86.	7207.11 - 7207.20	Semifinished products of iron or non-alloy steel.
87.	7216.10 - 7216.99	Angles, shapes and sections of iron or nonalloy steel.
88.	7222.11 - 7222.40	Bars and rods, not further worked than hot-rolled, hot-drawn or extruded.
89.	7408	Copper wire
90.	9403.30 - 9403.90	Furniture

SCHEDULE - B

Exportable items of Bangladesh to Bhutan

Sl.No	H.S. Code	Description of goods
1.	0305.59	Dried fish, whether or not salted but not smoked
2.	0402.99	Condensed milk
3.	0701.90	Potatoes, fresh or chilled
4.	0902.30	Black tea (packed)
5.	1704.90	Other sugar confectionary-candy
6.	1905.10 to 1905.90	Bread & biscuits
7.	2009.31	Juice of any other single fruit: other
8.	2009.32	Juice of any other single fruit: of a Bricks value not exceeding 20
9.	2104.20	Food packed preparations
10.	2523.29	Cement
11.	2710.19	Other: petroleum oils obtained from bituminous material
12.	3003.10 to 3006.92	All products
13.	3304.91	Powders, whether or not compressed
14.	3304.99	Other beauty/makeup/skin care preparations
15.	3305.10	Shampoos
16.	3305.90	Hair dyes and oil and tonic
17.	3306.10	Dentifrices
18.	3307.10 to 3307.90	Cosmetics
19.	3401.11 to 3401.20	Soap toilet use
20.	3401.19	Soap ordinary
21.	3917.23	Tubes, pipes and hoses of polymers of vinyl chloride
22.	3919.90	Other plastic goods and sheets
23.	3921.90	Plastic strips, other
24.	3923.10	Boxes, cases, crates and similar articles of plastic
25.	3923.21	Sacks and bags (incl. cones) of polymers of ethylene
26.	3923.20	Sacks and bags (incl. cones) of other plastic
27.	3924.10	Tableware and kitchenware of plastics
28.	4202.11	Trunks, suitcase, briefcase of leather
29.	4911.10	Trade advertising material, commercial catalogues and the like
30.	5310.10	Unbleached fabrics of jute
31.	5310.90	Other fabrics of jute
32.	5607.10	Twine, cordage, ropes and cables of jute
33.	5702.20	Jute or coconut fibers carpets
34.	5703.90	Jute carpet and other textile floor coverings
35.	6103.32	Jacket and blazers of cotton
36.	6109.10	T-shirts, sing lets and other vests knitted or crocheted of cotton
37.	6109.90	T-shirts, sing lets and other vests Knitted or crocheted of other textile material
38.	6117.10	Hosiery goods, shawls, scarves, mufflers, veils etc.
39.	6201.99	Overcoats, wind jackets, etc. of other textile materials

SI.No	H.S. Code	Description of goods
40.	6203.32	Jacket and blazers of cotton
41.	6205.10	Men's or boys' shirts of wool and fine animal hair
42.	6205.20	Men's or boys' shirts of cotton
43.	6205.30	Men's or boys' shirts of man-made fiber
44.	6205.90	Men's or boys' shirts of other textile materials
45.	6208.11	Women's or girls' slip and petticoats of man-made fiber
46.	6208.21	Women's or girls' nightdresses and pajamas of cotton
47.	6211.31	Garments for male, of wool
48.	6211.41	Garments for female, of wool
49.	6303.29	Bed sheets, bed linen of other materials
50.	6305.10	Sacks and bags of a kind used for the packing of jute
51.	6403.20	Footwear with outer, soles of leather, and uppers consisting of leather straps across the instep and around the big toe
52.	6404.20	Footwear with outer soles of leather or composition leather
53.	6405.90	Other footwear (sandals, slipper, etc.)
54.	6505.90	Other hats and headgear
55.	6902.10 to 6902.90	Ceramic tiles
56.	6911.10	Tableware and kitchenware of porcelain or china
57.	7210.41	C. I. Sheet
58.	7214.10 to 7214.60	Iron rods
59.	7408.11 to 7408.19	Copper wire
60.	7610.10	Aluminium doors & windows
61.	8212.20	Safety razor blades, including razor blade in strips
62.	8414.51	Fans: table, floor, wall, ceiling
63.	8504.21 to 8504.40	Electrical transformer and Static converters
64.	8506.10	Dry cell battery
65.	8507.10	Lead-acid, of a kind used for starting piston engines
66.	8539.22	Other filament lamp of a power not exceeding 200w and for a voltage exceeding 100v
67.	8544.11 to 8544.59	Wires and cables
68.	9032.89	Other automatic voltage stabilizer
69.	9102.19	Pocket and wrist watches
70.	9105.29	Wall clocks
71.	9403.10 to 9403.90	Furniture including metal & plastic furniture
72.	9603.21	Tooth brushes including dental plate brushes
73.	9608.10	Ball-point pen
74.	6103.42	Men's or Boy's Trousers
75.	6104.62	Women's Or Girls Trousers, Overalls and Shorts-Knitted-Cotton
76.	6105.20	Men's or Boy's Shirts of Man Made Fibres
77.	6106.10	Women's or Girls Blouses, Shirts and Shirt-Blouses-Knitted-Cotton
78.	6109.90	T-Shirts, singlet, other vests of other textile materials
79.	6110.20	Sweaters, Sweat Shirts and Waist-Coats-Knitted-Cotton

Sl.No	H.S. Code	Description of goods
80.	6110.30	Sweaters, Sweat Shirts and Waist-Coats-Knitted of man-made fibres
81.	6110.90	Sweaters, Sweat Shirts and Waist-Coats-Knitted of other textile materials
82.	6111.20	Sweaters, Sweat Shirts and Waist-Coats-Knitted of cotton
83.	6111.30	Sweaters, Sweat Shirts and Waist-Coats-Knitted of synthetic fibres
84.	6203.42	Men's/Boys Trousers, Overalls and Shorts - Woven - Cotton
85.	6203.43	Men's / Boys Trousers, Overalls and Shorts - Woven - Synthetic Fibres
86.	6204.52	Women's / Girls Skirts and Divided Skirts - Woven - Cotton
87.	6204.62	Women's/Girls Trousers, Overalls and Shorts- Woven - Cotton
88.	6205.20	Men's / Boys Shirts - Woven - Cotton
89.	6205.30	Men's/Boys Shirts -Woven - Man - Made - Fibres
90.	6206.30	Women's / Girls Blouses, Shirts and Shirt- Blouses-Woven-Cotton