



Georgia Exporters Will Benefit from DR-CAFTA

Top Exports to DR-CAFTA Countries

| | Without DR-CAFTA | | | With DR-CAFTA | | |
|--|---------------------------|---|--------------------------------------|---|--|--|
| | 2004 Exports ¹ | Tariffs on Georgia Exports ² | U.S. Tariffs on Imports ³ | Tariffs on Georgia Exports ⁴ | Estimated Increase in Exports ⁵ | Benefit for Georgia Exporters ⁶ |
| Georgia's Total Exports to the DR-CAFTA Countries | \$667,424,366 | | | | | |
| Fabric Mill Products | 283,064,129 | Average 1.28% | 4.96% | 0% (a) | 15.0% | \$3.6 million |
| Paper Products | 110,713,824 | Average 3.5%-7.2% | 0% | 0% (b) | 15.4% | \$3.8-\$8.0 million |
| Chemicals | 54,537,915 | Average 5.15% | 0.03% | 0% (c) | 12.9% | \$2.8 million |
| Processed Foods | 41,835,122 | Average 15%-20% | 0.03% | 0% (d) | 8.3% | \$6.2-\$8.4 million |
| Apparel Manufactures | 25,486,809 | Average 1.28% | 4.96% | 0% (a) | 15.0% | \$326,000 |

Sources and Notes

(1) U.S. Department of Commerce.

(2) U.S. International Trade Commission, U.S. Department of Commerce, and Grocery Manufacturers Association (for Processed Foods). For the categories listed, DR-CAFTA country duties range up to 20% -30% for some products.

(3) U.S. International Trade Commission.

(4) U.S. Department of Commerce.

(5) U.S. International Trade Commission. The International Trade Commission calculated one estimate fabric mill and apparel products and one estimate for chemicals, plastics, and rubber products.

(6) Column 1 multiplied by column 2.

(a) DR-CAFTA will provide, for the first time, duty-free access for U.S. exports of textiles and apparel to Central America, making apparel sourced there from Georgia components even more competitive in the U.S. market.

(b) Seventy-seven percent of Georgia's paper exports will receive immediate duty-free treatment.

(c) Seventy-four percent of Georgia's chemical exports will receive immediate duty-free treatment.

(d) Eighty percent of Georgia's food exports will receive immediate duty-free treatment.