

> New trade agreement between Chile and the European Union has entered into full force and effect

On **February 1, 2025**, the **Interim Trade Agreement (AIC)** between Chile and the European Union (EU) has entered in force, replacing the international trade provisions of the **2002 Association Agreement (AA)**.

Key changes and benefits:

1 Increase in Chilean products with tariff reductions:

- a Chile will be able to export **96.5% of its products tariff-free** within **seven years**.
- b This benefits products such as **beef, fish, eggs, olive oil, and dairy products**.

2 New self-certification system for declaration of origin:

- a Chilean importers will be able to certify origin with:
 - i a **declaration from the European exporter** who must be registered in the **REX system** for importations equal to or greater than EUR 6,000; or
 - ii a declaration from a **Chilean importer registered as an Authorized Economic Operator (AEO)**.

3 Greater recognition to geographical indications (GI):

- a Chilean emblematic products such as **Cáhuil salt, Pica lemon, Azapa olives, and Huasco Valley olive oil** will be recognized in the European market.

In parallel with the **AIC**, member countries have agreed to implement the **Advanced Framework Agreement (AMA)**, which aims to **fully modernize the AA**, incorporating AIC regulations and addressing additional aspects of cooperation, trade, and investment.

The **AMA is currently under review** by all EU member states, and once approved, it will replace the **AIC**, making it obsolete.

AUTHORS: *Matías Vergara, Francisco León, Consuelo Gálvez, Florencia Martínez.*

This news alert is provided by Carey y Cía. Ltda. for educational and informational purposes only and is not intended and should not be construed as legal advice.

Carey y Cía. Ltda.
Isidora Goyenechea 2800, 43rd Floor
Las Condes, Santiago, Chile.
www.carey.cl