

EURO-MEDITERRANEAN AGREEMENT**establishing an association between the European Communities and their Member States, of the one part, and the State of Israel, of the other part**

THE KINGDOM OF BELGIUM,

THE KINGDOM OF DENMARK,

THE FEDERAL REPUBLIC OF GERMANY,

THE HELLENIC REPUBLIC,

THE KINGDOM OF SPAIN,

THE FRENCH REPUBLIC,

IRELAND,

THE ITALIAN REPUBLIC,

THE GRAND DUCHY OF LUXEMBOURG,

THE KINGDOM OF THE NETHERLANDS,

THE REPUBLIC OF AUSTRIA,

THE PORTUGUESE REPUBLIC,

THE REPUBLIC OF FINLAND,

THE KINGDOM OF SWEDEN,

THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND,

Contracting Parties to the Treaty establishing the European Community and the Treaty establishing the European Coal and Steel Community, hereinafter referred to as the 'Member States', and

THE EUROPEAN COMMUNITY,

THE EUROPEAN COAL AND STEEL COMMUNITY,

hereinafter referred to as 'the Community', of the one part, and

THE STATE OF ISRAEL,

hereinafter referred to as 'Israel', of the other part,

CONSIDERING the importance of the existing traditional links between the Community, its Member States and Israel, and the common values that they share;

CONSIDERING that the Community, its Member States and Israel wish to strengthen those links and to establish lasting relations, based on reciprocity and partnership, and promote a further integration of Israel's economy into the European economy;

CONSIDERING the importance which the Parties attach to the principle of economic freedom and to the principles of the United Nations Charter, particularly the observance of human rights and democracy, which form the very basis of the Association;

CONSCIOUS of the need to associate their efforts to strengthen political stability and economic development through the encouragement of regional cooperation;

DESIROUS of establishing and developing regular political dialogue on bilateral and international issues of mutual interest;

DESIROUS of maintaining and intensifying a dialogue on economic, scientific, technological, cultural, audiovisual and social matters to the benefit of the Parties;

CONSIDERING the respective commitments of the Community and Israel to free trade, and in particular to compliance with the rights and obligations arising out of the General Agreement on Tariffs and Trade (GATT) as it results from the negotiations of the Uruguay Round;

CONVINCED that the Association Agreement will create a new climate for their economic relations and in particular for the development of trade, investment and economic and technological cooperation,

HAVE AGREED AS FOLLOWS:

Article 1

1. An association is hereby established between the Community and its Member States, of the one part, and Israel, of the other part.

2. The aims of this Agreement are:

- to provide an appropriate framework for political dialogue, allowing the development of close political relations between the Parties,
- through the expansion, *inter alia*, of trade in goods and services, the reciprocal liberalisation of the right of establishment, the further progressive liberalisation of public procurement, the free movement of capital and the intensification of cooperation in science and technology to promote the harmonious development of economic relations between the Community and Israel and thus to foster in the Community and in Israel the advance of

economic activity, the improvement of living and employment conditions, and increased productivity and financial stability,

- to encourage regional cooperation with a view to the consolidation of peaceful coexistence and economic and political stability,
- to promote cooperation in other areas which are of reciprocal interest.

Article 2

Relations between the Parties, as well as all the provisions of the Agreement itself, shall be based on respect for human rights and democratic principles, which guides their internal and international policy and constitutes an essential element of this Agreement.

TITLE I

POLITICAL DIALOGUE

Article 3

1. A regular political dialogue shall be established between the Parties. It shall strengthen their relations, contribute to the development of a lasting partnership and increase mutual understanding and solidarity.

2. The political dialogue and cooperation shall in particular:

- develop better mutual understanding and an increasing convergence of positions on international issues, and in

particular on those issues likely to have substantial effects on one or the other Party,

- enable each Party to consider the position and interests of the other,
- enhance regional security and stability.

Article 4

The political dialogue shall cover all subjects of common interest, and shall aim to open the way to new forms of

cooperation with a view to common goals, in particular peace, security and democracy.

Article 5

1. The political dialogue shall facilitate the pursuit of joint initiatives and shall take place in particular:

- (a) at ministerial level;
- (b) at senior official level (political directors) between representatives of Israel, of the one part, and of the Council Presidency and the Commission, of the other;

(c) by taking full advantage of all diplomatic channels including regular briefings by officials, consultations on the occasion of international meetings and contacts between diplomatic representatives in third countries;

(d) by providing regular information to Israel on issues relating to the common foreign and security policy, which shall be reciprocated;

(e) by any other means which would make a useful contribution to consolidating, developing and stepping up this dialogue.

2. There shall be a political dialogue between the European Parliament and the Israeli Knesset.

TITLE II

FREE MOVEMENT OF GOODS

CHAPTER 1

BASIC PRINCIPLES

Article 6

1. The free trade area between the Community and Israel shall be reinforced according to the modalities set out in this Agreement and in conformity with the provisions of the General Agreement on Tariffs and Trade of 1994 and of other multilateral agreements on trade in goods annexed to the Agreement establishing the World Trade Organisation (WTO), hereinafter referred to as the 'GATT'.

2. The Combined Nomenclature and the Israeli customs tariff shall be used for the classification of goods in trade between the Parties.

CHAPTER 2

INDUSTRIAL PRODUCTS

Article 7

The provisions of this Chapter shall apply to products originating in the Community and in Israel other than those listed in Annex II to the Treaty establishing the European Community and, as far as products originating in Israel are concerned, other than those listed in Annex I to this Agreement.

Article 8

Customs duties on imports and exports, and any charges having equivalent effect, shall be prohibited between the Community and Israel. This shall also apply to customs duties of a fiscal nature.

Article 9

1. (a) The provisions of this chapter shall not preclude the retention by the Community of an agricultural component in respect of goods originating in Israel and listed in Annex II to this Agreement, with the exception of those listed in Annex III.

(b) This agricultural component shall be calculated on the basis of the difference between the prices on the Community market of the agricultural products considered to have been used in the production of the goods and the prices of imports from third countries, where the total cost of the basic products in question is higher in the Community. The agricultural component may take the form of a flat-rate amount or an *ad valorem* duty. In cases where this agricultural component has been subject to tariffication it will be replaced by the respective specific duty.

2. (a) The provisions of this chapter shall not preclude the retention by Israel of an agricultural component in respect of goods originating in the Community and listed in Annex IV, with the exception of those listed in Annex V.

(b) This agricultural component shall be calculated *mutandis* on the basis of the criteria referred to in paragraph 1(b). It may take the form of a flat-rate amount or an *ad valorem* duty.

(c) Israel may enlarge the list of goods to which this agricultural component applies, provided the goods are other than those listed in Annex V and are included in Annex II to this Agreement. Before its adoption, this agricultural component shall be notified for examination to the Association Committee which may take any decision needed.

3. By way of derogation from Article 8, the Community and Israel may apply to the goods listed respectively in Annexes III and V the duties indicated in respect of each of the goods.

4. Where, in trade between the Community and Israel, the charge applicable to a basic agricultural product is reduced, or as a result of mutual concessions for processed agricultural products, the agricultural components applied in accordance with paragraphs 1 and 2 may be reduced.

5. The reduction referred to in paragraph 4, the list of goods concerned and, where applicable, the tariff quotas to which the reduction refers, shall be established by the Association Council.

6. The list of goods which are subject to a concession in form of a reduced agricultural component in trade between the Community and Israel as well as the extent of these concessions are set out in Annex VI.

CHAPTER 3

AGRICULTURAL PRODUCTS

Article 10

The provisions of this Chapter shall apply to products originating in the Community and Israel and listed in Annex II to the Treaty establishing the European Community.

Article 11

The Community and Israel shall progressively establish a greater liberalisation of their trade in agricultural products of interest to both Parties. From 1 January 2000 the Community and Israel shall examine the situation in order to determine the measures to be applied by the Community and Israel from 1 January 2001 in accordance with this objective.

Article 12

Agricultural products originating in Israel listed in Protocols 1 and 3 on importation into the Community shall be subject to the arrangements set out in those Protocols.

Article 13

Agricultural products originating in the Community listed in Protocols 2 and 3 on importation into Israel shall be subject to the arrangements set out in those Protocols.

Article 14

Without prejudice to Article 11 and taking account of the volume of trade in agricultural products between them and of their particular sensitivity, the Community and Israel shall examine in the Association Council, product by product and on an orderly and reciprocal basis, the possibility of granting each other further concessions.

Article 15

The Community and Israel agree to examine, at the latest three years after entry into force of the Agreement, the possibility of granting each other, on the basis of reciprocity and mutual interest, concessions in trade in fisheries products.

CHAPTER 4

COMMON PROVISIONS

Article 16

Quantitative restrictions on imports and all measures having equivalent effect shall be prohibited between the Community and Israel.

Article 17

Quantitative restrictions on exports and all measures having equivalent effect shall be prohibited between the Community and Israel.

Article 18

1. Products originating in Israel shall not on importation into the Community be accorded a treatment more favourable than that which the Member States apply among themselves.

2. Application of the provisions of this Agreement shall be without prejudice to Council Regulation (EEC) No 1911/91 of 26 June 1991 on the application of the provisions of Community law to the Canary Islands.

Article 19

1. The Parties shall refrain from any measure or practice of an internal fiscal nature establishing, whether directly or indirectly, discrimination between the products of one Party and like products originating in the territory of the other Party.

2. Products exported to the territory of one of the Parties may not benefit from repayment of indirect internal taxation in excess of the amount of indirect taxation imposed on them directly or indirectly.

Article 20

1. In the event of specific rules being established as a result of the implementation of its agricultural policy or of any alteration of the current rules or in the event of any alteration or extension of the provisions relating to the implementation of the agricultural policy, the Party in question may amend the arrangements resulting from the Agreement in respect of the products which are the subject of those rules or alterations.

2. In such cases the Party in question shall take due account of the interests of the other Party. To this end the Parties may consult each other within the Association Council.

Article 21

1. The Agreement shall not preclude the maintenance or establishment of customs unions, free trade areas or arrangements for frontier trade, except in so far as they alter the trade arrangements provided for in the Agreement.

2. Consultation between the Community and Israel shall take place within the Association Council concerning agreements establishing customs unions or free trade areas and, where required, on other major issues related to their respective trade policy with third countries. In particular, in the event of a third country acceding to the European Union, such consultation shall take place so as to ensure that account can be taken of the mutual interests of the Community and Israel.

Article 22

If one of the Parties finds that dumping is taking place in trade with the other Party within the meaning of Article VI of the GATT, it may take appropriate measures against this practice in accordance with the Agreement on implementation of Article VI of the GATT and with its relevant internal legislation, under the conditions and in accordance with the procedures laid down in Article 25.

Article 23

Where any product is being imported in such increased quantities and under such conditions as to cause or threaten to cause:

- serious injury to domestic producers of like or directly competitive products in the territory of one of the Parties, or
- serious disturbances in any sector of the economy, or
- difficulties which could bring about serious deterioration in the economic situation of a region,

the Community or Israel may take appropriate measures under the conditions and in accordance with the procedures laid down in Article 25.

Article 24

Where compliance with the provisions of Article 17 leads to:

- (i) re-export towards a third country against which the exporting Party maintains, for the product concerned, quantitative export restrictions, export duties, or measures having equivalent effect, or
- (ii) a serious shortage, or threat thereof, of a product essential to the exporting Party,

and where the situations referred to above give rise, or are likely to give rise, to major difficulties for the exporting Party, that Party may take appropriate measures under the conditions and in accordance with the procedures laid down in Article 25. The measures shall be non-discriminatory and be eliminated when conditions no longer justify their maintenance.

Article 25

1. In the event of the Community or Israel subjecting imports of products liable to give rise to the difficulties referred to in Article 23, to an administrative procedure, the purpose of which is to provide rapid information on the trend of trade flows, it shall inform the other Party.

2. In the cases specified in Articles 22, 23 and 24, before taking the measures provided for therein or, as soon as possible in cases to which paragraph 3(d) applies, the Party in question shall supply the Association Committee with all relevant information required for a thorough examination of

the situation with a view to seeking a solution acceptable to the Parties.

In the selection of appropriate measures, priority shall be given to those which least disturb the functioning of the Agreement.

The safeguard measures shall be notified immediately to the Association Committee and shall be the subject of periodical consultations within the Committee, particularly with a view to their abolition as soon as circumstances permit.

3. For the implementation of paragraph 2, the following provisions shall apply:

- (a) as regards Article 22, the Association Committee shall be informed of the dumping case as soon as the authorities of the importing Party have initiated an investigation. If no end has been put to the dumping or no other satisfactory solution has been reached within 30 days of the notification being made, the importing Party may adopt the appropriate measures;
- (b) as regards Article 23, the difficulties arising from the situation referred to in that Article shall be referred for examination to the Association Committee, which may take any decision needed to put an end to such difficulties.

If the Association Committee or the exporting Party has not taken a decision putting an end to the difficulties or no other satisfactory solution has been reached within 30 days of the matter being referred, the importing Party may adopt the appropriate measures to remedy the problem. These measures must not exceed the scope of what is necessary to remedy the difficulties which have arisen;

- (c) as regards Article 24, the difficulties arising from the situations referred to in that Article shall be referred for examination to the Association Committee.

The Association Committee may take any decision needed to put an end to the difficulties. If it has not taken such a

decision within 30 days of the matter being referred to it, the exporting Party may apply appropriate measures on the exportation of the product concerned;

- (d) where exceptional circumstances requiring immediate action make prior information or examination, as the case may be, impossible, the Party concerned may, in the situations specified in Articles 22, 23 and 24 apply forthwith such precautionary measures as are strictly necessary to remedy the situation, and shall inform the other Party immediately.

Article 26

When one or more Member States of the Community or Israel is in serious balance of payments difficulties or under threat thereof, the Community or Israel, as the case may be, may, in accordance with the conditions laid down within the framework of the GATT and with Articles VIII and XIV of the Articles of Agreement of the International Monetary Fund, adopt restrictive measures which shall be of limited duration and may not go beyond what is necessary to remedy the balance of payments situation. The Community or Israel, as the case may be, shall inform the other Party forthwith and present to the other Party, as soon as possible, a time schedule for their removal.

Article 27

Nothing in this Agreement shall preclude prohibitions or restrictions on imports, exports or goods in transit justified on grounds of public morality, public policy or public security; the protection of health and life of humans, animals or plants; the protection of national treasures possessing artistic, historic or archaeological value; the protection of intellectual, industrial and commercial property or rules concerning gold and silver. Such prohibitions or restrictions shall not, however, constitute a means of arbitrary discrimination or a disguised restriction on trade between the Parties.

Article 28

The concept of 'originating products' for the application of this title and the methods of administrative cooperation relating to them are set out in Protocol 4.

TITLE III

RIGHT OF ESTABLISHMENT AND SUPPLY OF SERVICES

Article 29

1. The Parties agree to widen the scope of the Agreement to cover the right of establishment of firms of one Party in the territory of another Party and the liberalisation of the

provision of services by one Party's firms to consumers of services in the other.

2. The Association Council shall make the necessary recommendations for the implementation of the objective described in paragraph 1.

In making such recommendations, the Association Council shall take account of past experience of implementation of the reciprocal most-favoured-nation treatment and of the obligations of each Party under the General Agreement on Trade in Services, hereinafter referred to as the 'GATS', particularly those in Article V of the latter.

3. The Association Council shall make a first assessment of the achievement of this objective no later than three years after the Agreement enters into force.

Article 30

1. At the outset, each of the Parties reaffirms its obligations under the GATS, particularly the obligation to grant reciprocal

most-favoured-nation treatment in the services sectors covered by that obligation.

2. In accordance with the GATS, this treatment shall not apply to:

(a) advantages accorded by either Party under the terms of an agreement of the type defined in Article V of the GATS nor to measures taken on the basis of such an agreement;

(b) other advantages granted in accordance with the list of most-favoured-nation exemptions annexed by either Party to the GATS.

TITLE IV

CAPITAL MOVEMENTS, PAYMENTS, PUBLIC PROCUREMENT, COMPETITION AND INTELLECTUAL PROPERTY

CHAPTER 1

CAPITAL MOVEMENTS AND PAYMENTS

Article 31

Within the framework of the provisions of this Agreement, and subject to the provisions of Articles 33 and 34, there shall be no restrictions between the Community of the one part, and Israel of the other part, on the movement of capital and no discrimination based on the nationality or on the place of residence of their nationals or on the place where such capital is invested.

Article 32

Current payments connected with the movement of goods, persons, services or capital within the framework of this Agreement shall be free of all restrictions.

Article 33

Subject to other provisions in this Agreement and other international obligations of the Community and Israel, the provisions of Articles 31 and 32 shall be without prejudice to the application of any restriction which exists between them on the date of entry into force of this Agreement, in respect of the movement of capital between them involving direct investment, including in real estate, establishment, the provision of financial services or the admission of securities to capital markets.

However, the transfer abroad of investments made in Israel by Community residents or in the Community by Israeli residents and of any profit stemming therefrom shall not be affected.

Article 34

Where, in exceptional circumstances, movements of capital between the Community and Israel cause, or threaten to cause, serious difficulties for the operation of exchange rate policy or monetary policy in the Community or Israel, the Community or Israel respectively may, in conformity with the conditions laid down within the framework of the GATS and with Articles VIII and XIV of the Articles of Agreement of the International Monetary Fund, take safeguard measures with regard to movements of capital between the Community and Israel for a period not exceeding six months if such measures are strictly necessary.

CHAPTER 2

PUBLIC PROCUREMENT

Article 35

The Parties shall take measures with a view to a mutual opening of their respective government procurement markets and the procurement markets of undertakings operating in the utilities sectors for purchase of goods, works and services beyond the scope of what has been mutually and reciprocally covered under the Government Procurement Agreement concluded in the framework of the WTO.

CHAPTER 3

COMPETITION*Article 36*

1. The following are incompatible with the proper functioning of the Agreement, in so far as they may affect trade between the Community and Israel:

- (i) all agreements between undertakings, decisions by associations of undertakings and concerted practices between undertakings which have as their object or effect the prevention, restriction or distortion of competition;
- (ii) abuse by one or more undertakings of a dominant position in the territories of the Community or Israel as a whole or in a substantial part thereof;
- (iii) any public aid which distorts or threatens to distort competition by favouring certain undertakings or the production of certain goods.

2. The Association Council shall, within three years of the entry into force of the Agreement, adopt by decision the necessary rules for the implementation of paragraph 1.

Until these rules are adopted, the provisions of the Agreement on interpretation and application of Articles VI, XVI and XXIII of the GATT shall be applied as the rules for the implementation of paragraph 1(iii).

3. Each Party shall ensure transparency in the area of public aid, *inter alia*, by reporting annually to the other Party on the total amount and the distribution of the aid given and by providing, upon request, information on aid schemes. Upon request by one Party, the other Party shall provide information on particular individual cases of public aid.

4. With regard to agricultural products referred to in Title II, Chapter 3, paragraph 1(iii) does not apply.

5. If the Community or Israel considers that a particular practice is incompatible with the terms of paragraph 1 and:

- is not adequately dealt with under the implementing rules referred to in paragraph 2, or
- in the absence of such rules, and if such practice causes or threatens to cause serious prejudice to the interest of the other Party or material injury to its domestic industry, including its services industry,

it may take appropriate measures after consultation within the Association Committee or after 30 working days following referral for such consultation.

With reference to practices incompatible with paragraph 1(iii), such appropriate measures, when the GATT is applicable to them, may only be adopted in accordance with the procedures and under the conditions laid down by the GATT or by any other relevant instrument negotiated under its auspices and applicable to the Parties.

6. Notwithstanding any provisions to the contrary adopted in accordance with paragraph 2, the Parties shall exchange information taking into account the limitations imposed by the requirements of professional and business secrecy.

Article 37

1. The Member States and Israel shall progressively adjust any State monopolies of a commercial character, so as to ensure that, by the end of the fifth year following the entry into force of this Agreement, no discrimination regarding the conditions under which goods are procured and marketed exists between nationals of the Member States and Israel.

2. The Association Committee shall be informed about the measures adopted to implement this objective.

Article 38

With regard to public undertakings and undertakings to which special or exclusive rights have been granted, the Association Council shall ensure that as from the fifth year following the date of entry into force of this Agreement there is neither enacted nor maintained any measure distorting trade between the Community and Israel to an extent contrary to the Parties' interests. This provision should not obstruct the performance in law or in fact of the particular tasks assigned to those undertakings.

CHAPTER 4

INTELLECTUAL, INDUSTRIAL AND COMMERCIAL PROPERTY*Article 39*

1. Pursuant to the provisions of this Article and of Annex VII, the Parties shall grant and ensure adequate and effective protection of intellectual, industrial and commercial property rights in accordance with the highest international standards, including effective means of enforcing such rights.

2. The implementation of this Article and of Annex VII shall be regularly reviewed by the Parties. If problems in the area of intellectual, industrial and commercial property affecting trading conditions were to occur, urgent consultation within the Association Committee shall be undertaken, at the request of either Party, with a view to reaching mutually satisfactory solutions.

TITLE V

SCIENTIFIC AND TECHNOLOGICAL COOPERATION*Article 40*

The Parties undertake to intensify scientific and technological cooperation. Detailed arrangements for the implementation of this objective shall be set out in separate agreements concluded for this purpose.

TITLE VI

ECONOMIC COOPERATION*Article 41*

Council or any other forum designated by the Association Council;

Objectives

The Community and Israel undertake to promote economic cooperation to their mutual benefit and on the basis of reciprocity in accordance with the overall objectives of the Agreement.

(b) a regular exchange of information and ideas in every sector of cooperation including meetings of officials and experts;

(c) transfer of advice, expertise and training;

(d) implementation of joint actions such as seminars and workshops;

(e) technical, administrative and regulatory assistance;

(f) the dissemination of information on cooperation.

*Article 42***Scope**

1. Cooperation shall focus principally on sectors relevant to the rapprochement of the economies of the Community and Israel or producing growth or employment. The main sectors of cooperation are set out in Articles 44 to 57, without prejudice to the possibility of including cooperation in other sectors of interest to the Parties.

*Article 44***Regional cooperation**

2. Conservation of the environment and ecological balance shall be taken into account in the implementation of the various sectors of economic cooperation to which it is relevant.

The Parties shall encourage operations designed to promote regional cooperation.

*Article 43***Methods and Modalities**

Economic cooperation shall be implemented in particular by:

(a) a regular economic dialogue between the Parties, which covers all areas of economic policy and, in particular, fiscal policy, balance of payments and monetary policy, and which shall enhance close collaboration between the authorities concerned with economic policy, each in their respective areas of competence within the Association

*Article 45***Industrial cooperation**

The Parties shall promote cooperation in particular in the following areas:

— industrial cooperation between economic operators in the Community and in Israel, including access for Israel to Community networks for the rapprochement of businesses and decentralised cooperation,

- diversification of industrial output in Israel,
- cooperation between small and medium-sized enterprises in the Community and Israel,
- easier access to investment finance,
- information and support services,
- stimulation of innovation.

Article 46

Agriculture

The Parties shall focus cooperation in particular on:

- support for policies implemented by them to diversify production,
- promotion of environment-friendly agriculture,
- closer relations between businesses, groups and organisations representing trades and professions in Israel and in the Community on a voluntary basis,
- technical assistance and training,
- harmonisation of phytosanitary and veterinary standards,
- integrated rural development, including improvement in basic services and development of associated economic activities,
- cooperation among rural regions, exchange of experience and know-how concerning rural development.

Article 47

Standards

The Parties shall aim to reduce differences in standardisation and conformity assessment. To this end the Parties shall conclude where appropriate agreements on mutual recognition in the field of conformity assessment.

Article 48

Financial services

The Parties shall cooperate, where appropriate through the conclusion of agreements, on the adoption of common rules

and standards, *inter alia*, for accounting and for supervisory and regulatory systems of banking, insurance and other financial sectors.

Article 49

Customs

1. The Parties commit themselves to developing customs cooperation to ensure that the provisions on trade are observed. For this purpose they shall establish a dialogue on customs matters.

2. Cooperation shall focus on the simplification and computerisation of customs procedures, which shall, in particular, take the form of exchange of information among experts and vocational training.

3. Without prejudice to other forms of cooperation envisaged in this agreement, notably for the fight against drugs and money laundering, the Parties' administrations shall provide mutual assistance in accordance with the provisions of Protocol 5.

Article 50

Environment

1. The Parties shall promote cooperation in the tasks of preventing deterioration of the environment, controlling pollution and ensuring the rational use of natural resources, with a view to ensuring sustainable development and promoting regional environmental projects.

2. Cooperation shall focus, in particular, on:

- desertification,
- the quality of Mediterranean water and the control and prevention of marine pollution,
- waste management,
- salinisation,
- environmental management of sensitive coastal areas,
- environmental education and awareness,
- the use of advanced tools of environmental management, environmental monitoring methods and surveillance, including the use of environmental information systems (EIS) and environmental impact assessment,

— the impact of industrial development on the environment in general and the safety of industrial facilities in particular,

— the impact of agriculture on soil and water quality.

Article 51

Energy

1. The Parties consider that global warming and the depletion of fossil fuel sources are a serious threat to mankind. The Parties shall therefore cooperate with a view to developing sources of renewable energy, to ensure the use of fuels with the purpose of limiting pollution of the environment and promoting energy conservation.

2. The Parties shall endeavour to encourage operations designed to favour regional cooperation on matters such as transit of gas, oil and electricity.

Article 52

Information infrastructures and telecommunications

The Parties shall promote cooperation in the development of information infrastructures and telecommunications to their mutual benefit. Cooperation shall focus primarily on pursuing actions related to research and technological development, harmonisation of standards and modernisation of technology.

Article 53

Transport

1. The Parties shall promote cooperation in the field of transport and related infrastructure, in order to improve the efficiency of movement of passengers and of goods, both at bilateral and regional level.

2. Cooperation shall focus, in particular, on:

— achieving high standards of safety and security in maritime and air transport; for this purpose the Parties shall establish consultations at expert level to exchange information,

— standardisation of technical equipment, in particular in combined, multimodal transport and transshipment,

— promotion of joint technological and research programmes.

Article 54

Tourism

The Parties shall exchange information on planned tourism development and tourism marketing projects, tourism shows, exhibitions, conventions and publications.

Article 55

Approximation of laws

The Parties shall use their best endeavours to approximate their respective laws in order to facilitate the implementation of this Agreement.

Article 56

Drugs and money laundering

1. The Parties shall cooperate with a view in particular to:

— improving the effectiveness of policies and measures to counter the supply of, and illicit trafficking in, narcotic drugs and psychotropic substances and the reduction of the abuse of these products,

— encouraging a joint approach to reducing demand,

— preventing the use of the Parties' financial systems to launder capital arising from criminal activities in general and drug trafficking in particular.

2. Cooperation shall take the form of exchange of information and, where appropriate, joint activities on:

— drafting and implementation of national legislation,

— monitoring trade in precursors,

— establishment of social and health institutions and information systems and the implementation of projects along these lines, including training and research projects,

— implementation of the highest possible international standards relating to the fight against money laundering

and the misuse of chemical precursors, in particular those adopted by the Financial Action Task Force (FATF) and the Chemical Action Task Force (CATF).

3. The Parties shall determine together, in accordance with their respective legislation, the strategies and cooperation methods appropriate for attaining these objectives. Their operations, other than joint operations, shall form the subject of consultations and close coordination.

The relevant public and private sector bodies, in accordance with their own powers, working with the competent bodies of Israel, the Community and its Member States, may take part in these operations.

Article 57

Migration

The Parties shall cooperate with a view in particular to:

- defining areas of mutual interest concerning policies on immigration,
- increasing the effectiveness of measures aimed at preventing or curbing illegal migratory flows.

TITLE VII

COOPERATION ON AUDIOVISUAL AND CULTURAL MATTERS, INFORMATION AND COMMUNICATION

Article 58

1. The Parties shall undertake to promote cooperation in the audiovisual sector to their mutual benefit.

2. The Parties shall seek ways of associating Israel with Community initiatives in this sector, thus enabling cooperation in such areas as coproduction, training, development and distribution.

and contributing to the dissemination of information on outstanding cultural events.

Article 61

The Parties shall promote activities of mutual interest in the field of information and communication.

Article 62

Article 59

The Parties shall promote cooperation on education, training and youth exchange. The areas of cooperation may include in particular: youth exchanges, cooperation among universities and other educational/training institutions, language training, translation and other ways of promoting better mutual understanding of their respective cultures.

Cooperation shall be implemented in particular through:

- (a) a regular dialogue between the Parties;
- (b) a regular exchange of information and ideas in every sector of cooperation including meetings of officials and experts;
- (c) transfer of advice, expertise and training;
- (d) implementation of joint actions such as seminars and workshops;
- (e) technical, administrative and regulatory assistance;
- (f) the dissemination of information on cooperation initiatives.

Article 60

The Parties shall promote cultural cooperation. The areas of cooperation may include in particular translation, exchange of works of art and artists, conservation and restoration of historic and cultural monuments and sites, training of persons working in the cultural field, the organisation of European-oriented cultural events, raising mutual awareness

TITLE VIII

SOCIAL MATTERS

Article 63

1. The Parties shall conduct a dialogue covering all aspects of mutual interest. The dialogue shall cover in particular questions relating to social problems of post-industrial societies, such as unemployment, rehabilitation of disabled people, equal treatment for men and women, labour relations, vocational training, work safety and hygiene, etc.

2. Cooperation will take place through experts' meetings, seminars and workshops.

Article 64

1. In order to coordinate the social security regimes of Israeli workers legally employed on the territory of a Member State and of their family members legally resident there, the following provisions should apply, subject to the conditions and modalities applicable in each Member State:

— all periods of insurance, employment or residence fulfilled by such workers in the different Member States shall be totalled for the purposes of the establishment of the right to old age, invalidity and survivors' pensions and allowances and for the purposes of medical care for themselves and their families,

— all pensions and allowances for old age, survivors, accident at work, occupational illness or invalidity, with the

exception of non-contributory payments, shall benefit from free transfer to Israel at the rate applicable resulting from the legislation of the liable Member State(s),

— the workers concerned shall receive family allowances for the members of their family referred to above.

2. Israel shall grant to workers who are nationals of a Member State legally employed on its territory and to their family members legally resident there a treatment similar to that referred to in paragraph 1, second and third indents, subject to the conditions and modalities applicable in Israel.

Article 65

1. The Association Council shall decide on the provisions for the implementation of the objectives contained in Article 64.

2. The Association Council shall decide on the modalities of administrative cooperation to guarantee the management and control necessary for the implementation of the provisions contained in paragraph 1.

Article 66

The arrangements decided by the Association Council, in accordance with Article 65, shall in no way affect the rights and obligations resulting from bilateral agreements between Israel and the Member States where these agreements provide for a more favourable treatment of Israeli nationals or for nationals of the Member States.

TITLE IX

INSTITUTIONAL, GENERAL AND FINAL PROVISIONS

Article 67

An Association Council is hereby established which shall meet at ministerial level once a year and when circumstances require, at the initiative of its Chairman and in accordance with the conditions laid down in its rules of procedure. It shall examine any major issues arising within the framework of this Agreement and any other bilateral or international issues of mutual interest.

Article 68

1. The Association Council shall consist of the members of the Council of the European Union and members of the

Commission of the European Communities, on the one hand, and members of the Government of the State of Israel, on the other.

2. The Association Council shall establish its Rules of Procedure.

3. Members of the Association Council may arrange to be represented in accordance with the provisions laid down in its Rules of Procedure.

4. The Association Council shall be chaired in turn by a member of the Council of the European Union and a member of the Government of the State of Israel, in accordance with the provisions laid down in its Rules of Procedure.

Article 69

1. The Association Council shall, for the purpose of attaining the objectives of the Agreement, have the power to take decisions in the cases provided for therein.

These decisions shall be binding on the Parties which shall take the measures necessary to implement the decisions taken. The Association Council may also make appropriate recommendations.

2. The Association Council shall draw up its decisions and recommendations by agreement between the Parties.

Article 70

1. Subject to the powers of the Association Council, an Association Committee is hereby established which shall be responsible for the implementation of the Agreement.

2. The Association Council may delegate to the Association Committee, in full or in part, any of its powers.

Article 71

1. The Association Committee, which shall meet at official level, shall consist of representatives of the members of the Council of the European Union and of members of the Commission of the European Communities, on the one hand, and of representatives of the Government of the State of Israel, on the other.

2. The Association Committee shall establish its Rules of Procedure.

3. The Association Committee shall be chaired in turn by a representative of the Presidency of the Council of the European Union and by a representative of the Government of the State of Israel.

Article 72

1. The Association Committee shall have the power to take decisions for the management of the Agreement as well as in those areas in which the Association Council has delegated its powers to it.

These decisions shall be binding on the Parties which shall take the measures necessary to implement the decisions taken.

2. The Association Committee shall draw up its decisions by agreement between the Parties.

Article 73

The Association Council may decide to set up any working group or body necessary for the implementation of the Agreement.

Article 74

The Association Council shall take all appropriate measures to facilitate cooperation and contacts between the European Parliament and the Knesset of the State of Israel, and between the Economic and Social Committee of the Community and the Economic and Social Council of Israel.

Article 75

1. Each of the Parties may refer to the Association Council any dispute relating to the application or interpretation of this Agreement.

2. The Association Council may settle the dispute by means of a decision.

3. Each Party shall be bound to take the measures involved in carrying out the decision referred to in paragraph 2.

4. In the event of it not being possible to settle the dispute in accordance with paragraph 2, either Party may notify the other of the appointment of an arbitrator; the other Party must then appoint a second arbitrator within two months. For the application of this procedure, the Community and the Member States shall be deemed to be one Party to the dispute.

The Association Council shall appoint a third arbitrator.

The arbitrators' decisions shall be taken by majority vote.

Each party to the dispute must take the steps required to implement the decision of the arbitrators.

Article 76

Nothing in the Agreement shall prevent a Party from taking any measures:

(a) which it considers necessary to prevent the disclosure of information contrary to its essential security interests;

(b) which relate to the production of, or trade in, arms, munitions or war materials or to research, development or production indispensable for defence purposes, provided that such measures do not impair the conditions of competition in respect of products not intended for specifically military purposes;

(c) which it considers essential to its own security in the event of serious internal disturbances affecting the maintenance of law and order, in time of war or serious international

tension constituting threat of war or in order to carry out obligations it has accepted for the purpose of maintaining peace and international security.

Article 77

In the fields covered by this Agreement, and without prejudice to any special provisions contained therein:

- the arrangements applied by Israel in respect of the Community shall not give rise to any discrimination between the Member States, their nationals, or their companies or firms,
- the arrangements applied by the Community in respect of Israel shall not give rise to discrimination between Israeli nationals or its companies or firms.

Article 78

As regards direct taxation, nothing in the Agreement shall have the effect of:

- extending the fiscal advantages granted by either Party in any international agreement or arrangement by which it is bound,
- preventing the adoption or application by either Party of any measure aimed at preventing the avoidance or the evasion of taxes,
- opposing the right of either Party to apply the relevant provisions of its tax legislation to taxpayers whose position, as regards place of residence, is not identical.

Article 79

1. The Parties shall take any general or specific measures required to fulfil their obligations under the Agreement. They shall see to it that the objectives set out in the Agreement are attained.

2. If either Party considers that the other Party has failed to fulfil an obligation under the Agreement, it may take appropriate measures. Before so doing, except in cases of special urgency, it shall supply the Association Council with all relevant information required for a thorough examination of the situation with a view to seeking a solution acceptable to the Parties.

In the selection of measures, priority shall be given to those which least disturb the functioning of the Agreement.

These measures shall be notified immediately to the Association Council and shall be the subject of consultations within the Association Council if the other Party so requests.

Article 80

Protocols 1 to 5, Annexes I to VII shall form an integral part of this Agreement. Declarations and Exchanges of Letters shall appear in the Final Act, which shall form an integral part of this Agreement.

Article 81

For the purpose of this Agreement the term 'Parties' shall mean the Community, or the Member States, or the Community and the Member States, in accordance with their respective powers, of the one part, and Israel of the other part.

Article 82

The Agreement is concluded for an unlimited period.

Each of the Parties may denounce the Agreement by notifying the other Party. The Agreement shall cease to apply six months after the date of such notification.

Article 83

This Agreement shall apply, on the one hand, to the territories in which the Treaties establishing the European Community and the European Coal And Steel Community are applied and under the conditions laid down in those Treaties and, on the other hand, to the territory of the State of Israel.

Article 84

This Agreement is drawn up in duplicate in the Danish, Dutch, English, Finnish, French, German, Greek, Italian, Portuguese, Spanish, Swedish and Hebrew languages; each of these texts being equally authentic, shall be deposited with the General Secretariat of the Council of the European Union.

Article 85

This Agreement shall be approved by the Parties in accordance with their own procedures.

This Agreement shall enter into force on the first day of the second month following the date on which the Parties notify each other that the procedures referred to in the first paragraph have been completed.

Upon its entry into force this Agreement shall replace the Agreement between the European Community and the State of Israel, and the Agreement between the Member States of the European Coal and Steel Community, of the one part, and the State of Israel, of the other part, signed in Brussels on 11 May 1975.

Hecho en Bruselas, el veinte de noviembre de mil novecientos noventa y cinco.

Udfærdiget i Bruxelles, den tyvende november nitten hundrede og femoghalvfems.

Geschehen zu Brüssel am zwanzigsten November neunzehnhundertfünfundneunzig.

Έγινε στις Βρυξέλλες, στις είκοσι Νοεμβρίου χίλια εννιακόσια ενενήντα πέντε.

Done at Brussels on the twentieth day of November in the year one thousand, nine hundred and ninety-five.

Fait à Bruxelles, le vingt novembre mil neuf cent quatre-vingt-quinze.

Fatto a Bruxelles, addì venti novembre millenovecentonovantacinque.

Gedaan te Brussel, de twintigste november negentienhonderdvijfennegentig.

Feito em Bruxelas, em vinte de Novembro de mil novecentos e noventa e cinco.

Tehty Brysselissä kahdentenkymmenentenä päivänä marraskuuta vuonna tuhatyhdeksänsataayhdeksänkymmentäviisi.

Som skedde i Bryssel den tjugonde november nittonhundra nitto fem.

נעשה בבריסל בכ"ז בחשוון תשנ"ו שהוא העשרים בנובמבר אלף תשע
מאות תשעים וחמש.

Pour le Royaume de Belgique

Voor het Koninkrijk België

Für das Königreich Belgien

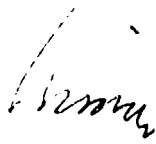
Cette signature engage également la Communauté française, la Communauté flamande, la Communauté germanophone, la Région wallonne, la Région flamande et la Région de Bruxelles-Capitale.

Deze handtekening verbindt eveneens de Vlaamse Gemeenschap, de Franstalige Gemeenschap, de Duitstalige Gemeenschap, het Vlaamse Gewest, het Waalse Gewest en het Brusselse Hoofdstedelijke Gewest.

Diese Unterschrift verbindet zugleich die Deutschsprachige Gemeinschaft, die Flämische Gemeinschaft, die Französische Gemeinschaft, die Wallonische Region, die Flämische Region und die Region Brüssel-Hauptstadt.

På Kongeriget Danmarks vegne

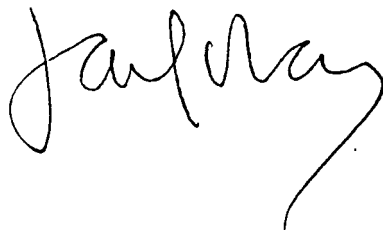
Für die Bundesrepublik Deutschland



Για την Ελληνική Δημοκρατία



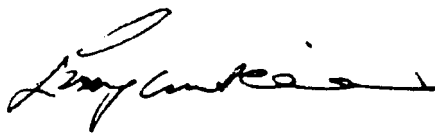
Por el Reino de España



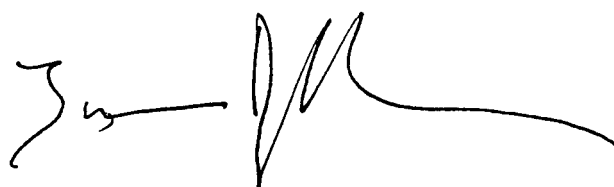
Pour la République française



Thar cheann na hÉireann
For Ireland




Per la Repubblica italiana



Pour le Grand-Duché de Luxembourg



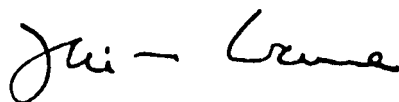
Voor het Koninkrijk der Nederlanden



Für die Republik Österreich



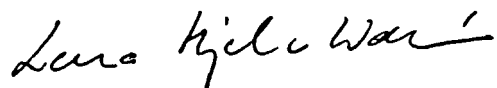
Pela República Portuguesa



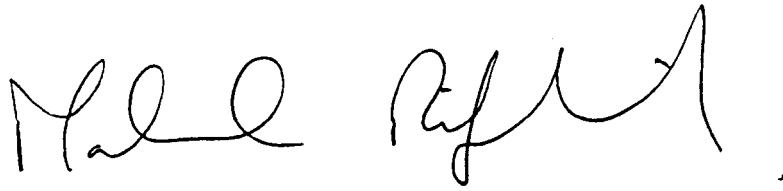
Suomen tasavallan puolesta



För Konungariket Sverige



For the United Kingdom of Great Britain and Northern Ireland



Por las Comunidades Europeas

For De Europæiske Fællesskaber

Für die Europäischen Gemeinschaften

Για τις Ευρωπαϊκές Κοινοότητες

For the European Communities

Pour les Communautés européennes

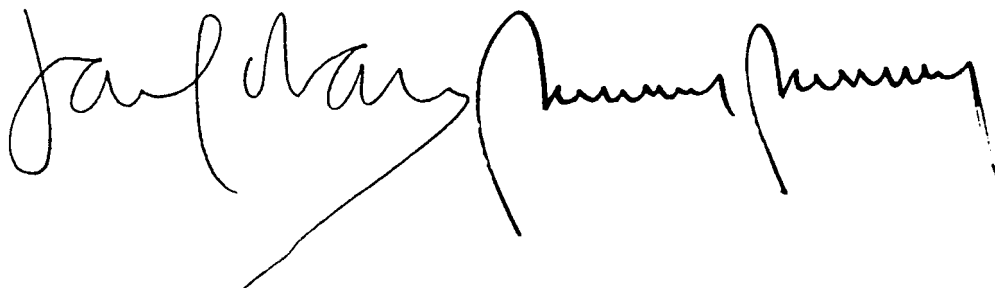
Per le Comunità europee

Voor de Europese Gemeenschappen

Pelas Comunidades Europeias

Euroopan yhteisöjen puolesta

På Europeiska gemenskapernas vägnar



בשם ממשלת מדינת ישראל



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LIST OF ANNEXES

- Annex I* List of products referred to in Article 7
- Annex II* List of products referred to in Article 9
- Annex III* List of products referred to in Article 9
- Annex IV* List of products referred to in Article 9(2)
- Annex V* List of products referred to in Article 9
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- Annex VII* Intellectual, industrial and commercial property rights referred to in Article 39

ANNEX I

LIST OF PRODUCTS REFERRED TO IN ARTICLE 7

| CN code | Description |
|------------|---|
| ex 3502 | Albumins, albuminates and other albumin derivatives: |
| ex 3502 10 | — Egg albumin: |
| | — — Other: |
| 3502 10 91 | — — — dried (for example in sheets, scales, flakes, powder) |
| 3502 10 99 | — — — Other |
| ex 3502 90 | — Other: |
| | — — Albumins, other than egg albumin: |
| | — — — Milk albumin (lactalbumin): |
| 3502 90 51 | — — — — dried (for example in sheets, scales, flakes, powder) |
| 3502 90 59 | — — — — Other |

ANNEX II

LIST OF PRODUCTS REFERRED TO IN ARTICLE 9

| CN code | Description |
|--------------------------------|---|
| 0403 | Buttermilk, curdled milk and cream, yoghurt, kephir and other fermented or acidified milk and cream, whether or not concentrated or containing added sugar or other sweetening matter or flavoured or containing added fruit, nuts or cocoa: |
| 0403 10 51 to 0403 10 99 | — Yoghurt, flavoured or containing added fruits, nuts or cocoa |
| 0403 90 71 to 0403 90 99 | — Other, flavoured or containing added fruit, nuts or cocoa |
| 0710 40 00 | Sweetcorn (uncooked or cooked by steaming or boiling in water), frozen |
| 0711 90 30 | Sweetcorn provisionally preserved (for example, by sulphur dioxide gas, in brine, in sulphur water or in other preservative solution), but unsuitable in that state for immediate consumption |
| ex 1517 | Margarine; edible mixtures or preparations of animal or vegetable fats or oils or of fractions of different fats or oils of this Chapter, other than edible fats or oils or their fractions of No 1516: |
| 1517 10 10 | — Margarine, excluding liquid margarine, containing more than 10% but not more than 15% by weight of milk fats |
| 1517 90 10 | — Other, containing more than 10% but not more than 15% by weight of milk fats |
| ex 1704 | Sugar confectionery (including white chocolate), not containing cocoa; excluding liquorice extract containing more than 10% by weight of sucrose but not containing other added substances, falling within CN code 1704 90 10 |
| 1806 | Chocolate and other food preparations containing cocoa |
| ex 1901 | Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 50%, not elsewhere specified or included; food preparations of goods Nos 0401 to 0404, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 10%, not elsewhere specified or included, excluding preparations falling within CN code 1901 90 91 |
| ex 1902 | Pasta, excluding stuffed pasta falling within CN codes 1902 20 10 and 1902 20 30; couscous, whether or not prepared |
| 1903 | Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or similar forms |
| 1904 | Prepared foods obtained by the swelling or roasting of cereals or cereal products (for example cornflakes); cereals other than maize (corn), in grain form, precooked or otherwise prepared |
| 1905 | Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products |

| CN code | Description |
|--------------------------------|---|
| 2001 90 30 | Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>), prepared or preserved by vinegar or acetic acid |
| 2001 90 40 | Yams, sweet potatoes and similar edible parts of plants containing 5% or more by weight of starch, prepared or preserved by vinegar or acetic acid |
| 2004 10 91 | Potatoes in the form of flour, meal or flakes, prepared or preserved otherwise than by vinegar or acetic acid, frozen |
| 2004 90 10 | Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>), prepared or preserved otherwise than by vinegar or acetic acid, frozen |
| 2005 20 10 | Potatoes in the form of flour, meal or flakes, prepared or preserved otherwise than by vinegar or acetic acid, not frozen |
| 2005 80 00 | Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>), prepared or preserved otherwise than by vinegar or acetic acid, not frozen |
| 2008 92 45 | Preparations of the muesli type based on unroasted cereal flakes |
| 2008 99 85 | Maize (corn), other than sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>) otherwise prepared or preserved, not containing added spirit or added sugar |
| 2008 99 91 | Yams, sweet potatoes and similar edible parts of plants, containing 5% or more by weight of starch, otherwise prepared or preserved, not containing added spirit or added sugar |
| 2101 10 98 | Preparations with a basis of coffee |
| 2101 20 98 | Preparations with a basis of tea or maté |
| 2101 30 19 | Roasted coffee substitutes excluding roasted chicory |
| 2101 30 99 | Extracts, essences and concentrates of roasted coffee substitutes excluding those of roasted chicory |
| 2102 10 31 to 2102 10 39 | Bakers' yeasts |
| ex 2103 | Sauces and preparations therefor: — — — Mayonnaise |
| 2105 | Ice cream and other edible ice, whether or not containing cocoa |
| ex 2106 | Food preparations not elsewhere specified or included other than those falling within CN codes 2106 10 20 and 2106 90 92 and other than flavoured or coloured sugar syrups |

| CN code | Description |
|--|---|
| 2202 90 91 2202 90 95 2202 90 99 | Non-alcoholic beverages, not including fruit or vegetable juices of CN code 2009, containing products of CN code 0401 to 0404 or fat obtained from products of CN code 0401 to 0404 |
| 2905 43 00 | Mannitol |
| 2905 44 | D-Glucitol (sorbitol) |
| ex 3505 10 | Dextrins and other modified starches, excluding esterified and etherified starches of CN code 3505 10 50 |
| 3505 20 | Glues based on starches or on dextrins or other modified starches |
| 3809 10 | Finishing agents, dye carriers to accelerate the dyeing or fixing of dyestuffs and other products and preparations (for example, dressings and mordants), of a kind used in the textile, paper, leather or like industries, not elsewhere specified or included |
| 3823 60 | Sorbitol other than that of CN code 2905 44 |

ANNEX III

LIST OF PRODUCTS REFERRED TO IN ARTICLE 9

| CN code | Descriptions of goods | Duty applicable ⁽¹⁾ |
|------------|---|--------------------------------|
| 3501 | Casein, caseinates and other casein derivatives; casein glues: | |
| 3501 10 | — Casein: | |
| 3501 10 10 | — — For the manufacture of regenerated textile fibres ⁽²⁾ | 0 % |
| 3501 10 50 | — — For industrial uses other than manufacture of foodstuffs or fodder ⁽²⁾ | 3 % |
| 3501 10 90 | — — Other | 12 % |
| 3501 90 | — Other: | |
| 3501 90 90 | — — Other | 8 % |

⁽¹⁾ In cases where the duties set out in this column exceed the duties notified to GATT the latter rates will apply.

⁽²⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

ANNEX IV

LIST OF PRODUCTS REFERRED TO IN ARTICLE 9(2)

| CN code | Description |
|----------------|--|
| 1902 | Pasta and couscous: |
| A | — of durum wheat |
| B | — Other |
| 1905 10 | Crispbread |
| 1905 20 90 | Gingerbread and the like, not especially for diabetics: |
| A | — Containing over 15% by weight of flour from cereals other than wheat in relation to the total flour content |
| B | — Other |
| ex 3000 | — Waffles and wafers: |
| A1 | — — Not filled, whether or not coated: |
| A1a | — — — Containing over 15% by weight of flour from cereals other than wheat in relation to the total flour content |
| A1b | — — — Other |
| A2 | — — Other: |
| A2a | — — — Containing not less than 1,5% milk fats or not less than 2,5% of milk proteins |
| A2b | — — — Other |
| 1905 40 10 | Rusks, containing added sugar, honey, other sweetening matter, eggs, fat, cheese, fruit, cocoa or similar: |
| A | — Containing over 15% by weight of flour from cereals other than wheat in relation to the total flour content |
| B | — Other |
| 1905 | |
| ex 3000 + 9019 | — Other bakers' wares, containing added sugar, honey, other sweetening matter, eggs, fat, cheese, fruit, cocoa or similar: |
| B1 | — — Containing added eggs, not less than 10% by weight |
| B2 | — — Containing added dried fruit or nuts: |
| B2a | — — — Containing not less than 1,5% milk fats or not less than 2,5% milk proteins; See Annex V |
| B2b | — — — Other: |
| B3 | — — Containing less than 10% by weight of added sugar and not containing added eggs; dried fruit or nuts: |
| B3a(i) | — — — Containing over 15% by weight of flour from cereals other than wheat in relation to the total flour content |
| B3a(ii) | — — — — Other |

| CN code | Description |
|---------------|--|
| B3b | — — — Other: |
| B3b(i) | — — — — Containing over 15% by weight of flour from cereals other than wheat in relation to the total flour content |
| B3b(ii) | — — — — Other |
| B4 | — — Other: |
| B4a | — — — Containing not less than 1,5% milk fats or not less than 2,5% milk proteins; see Annex V |
| B4b | — — — Other |
| 2105 | Ice cream and other edible ice, whether or not containing cocoa: |
| A | — containing no milk fats or containing less than 3% by weight of such fats |
| B | — containing 3% or more by weight of milk fats but less than 7% |
| C | — containing 7% or more by weight of milk fats |
| ex 2207 10 50 | Alcohol obtained from grape or grape wine of an alcoholic strength by volume of 80% vol or higher, used in the production of alcoholic beverages |
| ex 1099 | Alcohol obtained from grape or grape wine, of an alcoholic strength by volume of 80% vol or higher, other |
| ex 2208 20 | Spirits obtained by distilling grape wine or grape marc, the price of which is up to USD 0,05 per cl and containing less than 17% vol alcohol |
| 3502 10 00 | Egg albumin: |
| A | — Dried |
| B | — Other |

ANNEX V

LIST OF PRODUCTS REFERRED TO IN ARTICLE 9

| Israeli Customs code | Descriptions of goods | Duty applicable ⁽¹⁾ |
|---|---|--------------------------------|
| 1704 | Sugar confectionery (including white chocolate), not containing cocoa: | |
| 1704 10 | — Chewing gum, whether or not sugar-coated: | |
| | — — containing 60% or more by weight of sucrose (including invert sugar expressed as sucrose) | |
| | — — Other | USD 0,075/kg ⁽²⁾ |
| 1704 90 | — Other | |
| | — — Other | |
| 1806 | Chocolate and other food preparations containing cocoa | 0% |
| ex 1901 ex 2004 ex 2005 ex 2103 ex 2104 | Preparations of flour, meal, starch or malt extract, of a kind used as infant food or for dietetic or culinary purposes containing less than 50% by weight of cocoa, excluding dietetic preparations made of soya-bean flour, containing soya-bean oil and other vegetable oil, carbohydrates and salt, and dietetic preparations with a basis of flour having no gluten: | |
| 1901 10 20 | — of flour, meal, starch or malt extract | 8% |
| 1901 20 20 | — of flour, meal, starch or malt extract | 8% |
| 1901 90 30 | — of flour, meal, starch or malt extract | 8% |
| 2004 10 10 | — products of flour or meal | 8% |
| 2004 90 10 | — products of flour or meal | 8% |
| 2005 20 10 | — products of flour or meal | 8% |
| 2005 40 10 | — products of flour or meal | 8% |
| 2005 59 10 | — products of flour or meal | 8% |
| 2005 90 10 | — products of flour or meal | 8% |
| 2103 90 20 | — of flour, meal, starch or malt extract | 8% |
| 2104 10 10 | — of flour, meal, starch or malt extract | 8% |
| 1904 10 | Prepared foods obtained by the swelling or roasting of cereals or cereal products | 8% |
| 3505 | Dextrins and other modified starches (for example, pregelatinised or esterified starches); glues based on starches, or on dextrins or other modified starches with the exception of starches: | |
| 3505 10 | — Dextrins and other modified starches: | |
| 3505 10 30 | — — Starches, esterified or etherified | 8% |
| 3505 10 90 | — — Other modified starches and dextrins | 8% |
| 3505 20 00 | — — Glues | 8% |

⁽¹⁾ In cases where the duties set out in this column exceed the duties notified to GATT the latter rates will apply.

⁽²⁾ Within an annual quota of 5 000 tonnes this duty will be reduced to USD 0,0375/kg.

ANNEX VI

LIST OF PRODUCTS SUBJECT TO CONCESSIONS REFERRED TO IN ARTICLE 9(6)

Table 1: Imports into the Community of the following goods originating in Israel shall be subject to the concessions set out below

| CN code | Description of goods | Annual quota (tonnes) | Concession within limits of quota |
|--|---|-----------------------|---|
| 0710 10 40 2004 90 10 | Sweetcorn, frozen | 10 600 ⁽¹⁾ | 30% reduction of the agricultural component |
| 0711 90 30 2001 90 30 2005 80 00 | Sweetcorn, not frozen | 5 400 ⁽²⁾ | 30% reduction of the agricultural component |
| 1704 90 30 | White chocolate | 100 | 30% reduction of the agricultural component |
| 1806 | Chocolate and other food preparations containing cocoa | 2 500 | 15% reduction of the agricultural component |
| ex 1901 ex 2106 | Baby food containing milk and milk products | 100 | 30% reduction of the agricultural component |
| 1904 | Prepared foods obtained by the swelling or roasting of cereals or cereal products (for example cornflakes); cereals other than maize (corn), in grain form, precooked or otherwise prepared | 200 | 30% reduction of the agricultural component |
| 1905 | Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products | 3 200 | 30% reduction of the agricultural component |

⁽¹⁾ This quota will be reduced to 9 275 tonnes for the first year of implementation of this concession and to 9 940 tonnes for the second year.

⁽²⁾ This quota will be reduced to 4 725 tonnes for the first year of implementation of this concession and to 5 060 tonnes for the second year.

Table 2: Imports into Israel of the following goods originating in the Community shall be subject to the concessions set out below

| CN code | Description of goods | Annual quota (tonnes) | Concession within limits of quota |
|------------|---|--------------------------|--|
| 1902 | Pasta | unlimited | Binding of agricultural component at USD 0,25/kg |
| ex 1905 | Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products: — not containing dairy products | unlimited | Binding at USD 0,10/kg |
| ex 1905 | Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products: — containing dairy products | unlimited | Binding at USD 0,25/kg |
| 2105 | Ice cream | 500 | 30% reduction of the agricultural component |
| ex 2207 10 | Undenatured ethyl alcohol obtained from grape or grape wine, of an alcoholic strength by volume of 80% vol or higher, whether or not used in the production of alcoholic beverages | unlimited | Binding at USD 2,75/litre of alcohol |
| ex 2208 20 | Spirits obtained by distilling grape wine or grape marc of an alcoholic strength by volume of 17% vol or higher, at a price which is not higher than USD 0,05 per cl | unlimited | Binding at USD 2,75/litre of alcohol |
| ex 2208 20 | Spirits obtained by distilling grape wine or grape marc of an alcoholic strength by volume of 17% vol or higher, at a price which is higher than USD 0,05 per cl | 2 000 hpa ⁽¹⁾ | Binding at 0% |
| 3205 10 | Egg albumin | 50 unlimited | Exemption from agricultural component Binding at USD 2/kg |

⁽¹⁾ Hectolitres pure alcohol.

ANNEX VII

INTELLECTUAL, INDUSTRIAL AND COMMERCIAL PROPERTY RIGHTS REFERRED TO IN ARTICLE 39

1. By the end of the third year after the entry into force of the Agreement, Israel shall accede to the following multilateral conventions on intellectual, industrial and commercial property rights to which Member States are parties or which are *de facto* applied by Member States:
 - Berne Convention for the Protection of Literary and Artistic Works (Paris Act, 1971),
 - Madrid Agreement concerning the International Registration of Marks (Stockholm Act, 1967 and amended in 1979),
 - Protocol relating to the Madrid Agreement concerning the International Registration of Marks (Madrid, 1989),
 - Budapest Treaty on the International Recognition of the Deposit of Microorganisms for the Purposes of Patent Procedure (1977, modified in 1980),
 - Patent Cooperation Treaty (Washington, 1970, amended in 1979 and modified in 1984).

The Association Council may decide that this paragraph shall apply to other multilateral conventions in this field.
2. Israel shall ratify, by the end of the second year after the entry into force of the Agreement, the International Convention for the Protection of Performers, Producers of Phonograms and Broadcasting Organisations (Rome, 1961).
3. The Parties confirm the importance they attach to the obligations arising from the following multilateral conventions:
 - Paris Convention for the Protection of Industrial Property (Stockholm Act, 1967, and amended in 1979),
 - Nice Agreement concerning the International Classification of Goods and Services for the purposes of the Registration of Marks (Geneva, 1977, and amended in 1979),
 - International Convention for the Protection of New Varieties of Plants (UPOV) (Geneva Act, 1991).

LIST OF PROTOCOLS

- Protocol 1* concerning the arrangements applicable to the importation into the Community of agricultural products originating in Israel
- Protocol 2* concerning the arrangements applicable to the importation into Israel of agricultural products originating in the Community
- Protocol 3* concerning plant protection matters
- Protocol 4* concerning the definition of the concept of 'originating products' and methods of administrative cooperation
- Protocol 5* on mutual assistance between administrative authorities in customs matters

PROTOCOL 1**concerning the arrangements applicable to the importation into the Community of agricultural products originating in Israel**

1. The products listed in the Annex, originating in Israel, shall be admitted for importation into the Community, according to the conditions contained hereafter and in the Annex.
2. (a) Customs duties shall be either eliminated or reduced as indicated in column 'A'.

(b) For certain products, for which the Common Customs Tariff provides for the application of an *ad valorem* duty and a specific duty, the rates of reduction, indicated in columns 'A' and 'C', shall apply only to the *ad valorem* duty. However, for the products corresponding to the Codes 0207 22, 0207 42 and 2204 21, the duty reductions are applied as indicated in column 'E'.
3. For certain products, customs duties shall be eliminated within the limit of the tariff quotas listed in column 'B' for each of them.

For the quantities imported in excess of the quotas, the common customs duties shall, according to the product concerned, be applied in full or reduced, as indicated in column 'C'.

4. For certain products exempt from customs duties, reference quantities are fixed as indicated in column 'D'.

Should the volume of imports of one of the products exceed the reference quantity, the Community may, having regard to an annual review of trade flows which it shall carry out, make the product in question subject to a Community tariff quota, the volume of which shall be equal to the reference quantity. In that case, for quantities imported in excess of the quota, the common customs duty shall, according to the product concerned, be applied in full or reduced as indicated in column 'C'.

5. For some of the products indicated in paragraph 3 and in column 'E', the tariff quotas shall be increased from 1 January 1997 to 1 January 2000 on the basis of four equal instalments, each corresponding to 3% of these amounts.
6. As indicated in column 'E', for some products other than those indicated in paragraphs 3 and 4, the Community may fix a reference quantity as provided for in paragraph 4 if, in the light of the annual review of trade flows which it shall carry out, it establishes that the volume of imports of a product or products threatens to cause difficulties on the Community market. If, subsequently, the product is subjected to a tariff quota under the conditions set out in paragraph 4, for quantities imported in excess of the quota, the customs duty shall, according to the product concerned, be applied in full or reduced, as indicated in column 'C'.

ANNEX

| CN code ⁽²⁾ ⁽³⁾ | Description ⁽³⁾ | Reduction of the MFN customs duty ⁽¹⁾ | Tariff quota Volume | Reduction of the customs duty beyond current or possible tariff quota ⁽¹⁾ | Reference quantity | Specific provisions |
|--|--|--|---------------------|--|--------------------|---|
| | | (%) | (tonnes) | (%) | (tonnes) | |
| | | A | B | C | D | E |
| 0207 22 10 0207 22 90 0207 42 21 0207 42 31 0207 42 41 0207 42 51 0207 42 59 | Turkeys, not cut in pieces, frozen Turkey cuts and offal other than liver, frozen | see column E | 1 400 | 0 | — | For 1 400 tonnes the following duty rates will apply: ECU 170/t ECU 186/t ECU 134/t ECU 93/t ECU 339/t ECU 127/t ECU 230/t |
| 0207 31 10 | Fatty liver of geese | 100 | — | 0 | — | |
| 0601 0602 | Bulbs and the like and other live plants | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0603 10 | Cut flowers and flower buds, fresh | 100 | 19 500 | 0 | — | Subject to compliance with conditions agreed upon by Exchange of Letters |
| ex 0603 10 69 | Other cut flowers and flower buds, fresh from 1 November to 15 April | 100 | 5 000 | 0 | — | |
| 0603 90 00 | Dried flowers | 100 | 100 | 0 | — | |
| ex 0604 10 90 | Mosses and lichens other than reindeer moss, fresh | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0604 91 | Foliage, branches and other parts of plants, fresh | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0604 99 10 | Foliage, not further prepared than dried | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0701 90 51 | New potatoes, from 1 January to 31 March | 100 | 20 000 | 0 | — | Subject to the provisions of Protocol 1, points 1 to 5 |

| | | | | | | |
|--|--|-----|--------|----|--------|--|
| ex 0702 00 | Tomatoes, fresh or chilled | 100 | 1 000 | 0 | — | |
| ex 0703 10 11 ex 0703 10 19 | Onions, from 15 February to 15 May | 100 | 13 400 | 60 | — | |
| ex 0709 90 90 | Wild onions (<i>Muscari comosum</i>), from 15 February to 15 May | | | | | |
| ex 0704 90 90 | Chinese cabbage, from 1 November to 31 March | 100 | 1 000 | 0 | — | Subject to the provisions of Protocol 1, points 1 to 5 |
| ex 0705 11 | Crisp head cabbage lettuce, from 1 November to 31 March | 100 | 300 | 0 | — | Subject to the provisions of Protocol 1, points 1 to 5 |
| ex 0706 10 00 | Carrots, from 1 January to 30 April | 100 | 6 100 | 40 | — | Subject to the provisions of Protocol 1, points 1 to 5 |
| ex 0709 30 00 | Aubergines, from 1 December to 30 April | 100 | — | 60 | 1 440 | |
| ex 0709 40 00 | Stick celery, from 1 January to 30 April | 100 | 13 000 | 50 | — | |
| 0709 60 10 | Sweet peppers | 100 | 8 900 | 40 | — | |
| 0709 90 90 0810 90 85 | Other fruits and vegetables | 100 | 2 000 | 0 | — | Subject to the provisions of Protocol 1, points 1 to 5 |
| 0709 90 71 ex 0709 90 73 ex 0709 90 79 | Courgettes, from 1 December to end February | 100 | — | 60 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0710 80 59 | Fruits of the genus <i>Capsicum</i> , from 15 November to 30 April | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0712 90 30 0712 90 50 0712 90 90 | Dried tomatoes Dried carrots Dried vegetables, other | 100 | 100 | 0 | — | |
| 0804 10 00 | Dates | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0804 40 | Avocados | 100 | — | 80 | 37 200 | |

| CN code ⁽²⁾ ⁽³⁾ | Description ⁽³⁾ | Reduction of the MFN customs duty ⁽¹⁾ | Tariff quota Volume | Reduction of the customs duty beyond current or possible tariff quota ⁽¹⁾ | Reference quantity | Specific provisions |
|---|--|--|---------------------|--|--------------------|--|
| | | (%) | (tonnes) | (%) | (tonnes) | |
| | | A | B | C | D | E |
| 0804 50 00 | Guavas, mangoes and mangosteens | 100 | — | 40 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0805 10 | Oranges, fresh | 100 | 290 000 | 60 | — | |
| 0805 20 | Mandarins (including tangerines and satsumas); clementines, wilkings and similar citrus hybrids, fresh | 100 | 21 000 | 60 | — | |
| ex 0805 20 21 ex 0805 20 23 ex 0805 20 25 ex 0805 20 27 ex 0805 20 29 | Mandarins (including tangerines and satsumas); clementines, wilkings and similar citrus hybrids, fresh from 15 March to 30 September | 100 | 14 000 | 0 | — | |
| ex 0805 30 | Lemons, fresh | 100 | 7 700 | 40 | — | |
| ex 0805 30 90 | Limes, fresh | 100 | 1 000 | 0 | — | |
| ex 0805 40 | Grapefruit, fresh | 100 | — | 80 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0805 90 00 | Kumquats | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0806 10 29 | Table grapes, fresh from 15 May to 15 July | 100 | — | 0 | 2 280 | |
| ex 0807 10 10 | Watermelons, from 1 April to 15 June | 100 | 9 400 | 50 | — | |
| ex 0807 10 90 | Melons, from 1 November to 31 May | 100 | 11 400 | 50 | — | |
| ex 0810 10 90 | Strawberries, from 1 November to 31 March | 100 | 2 600 | 60 | — | |
| ex 0810 90 10 | Kiwi fruit, from 1 January to 30 April | 100 | — | 0 | 240 | |

| | | | | | | |
|--------------------------------|--|--------------|--------|----|-------|--|
| ex 0810 90 85 | Pomegranates | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0810 90 85 | Persimmons, from 1 November to 31 July | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0811 90 19 | Grapefruit segments | 80 | — | — | — | |
| ex 0811 90 39 | Grapefruit segments | 80 | — | — | — | |
| ex 0811 90 85 | Dates, frozen | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0811 90 95 | Grapefruit segments, frozen | 100 | — | 80 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0812 90 20 | Oranges, comminuted, provisionally preserved | 100 | 10 000 | 80 | — | |
| ex 0812 90 95 | Other citrus fruits, comminuted, provisionally preserved | 100 | — | 80 | 1 320 | |
| 0904 12 00 | Pepper, crushed or ground | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 0904 20 10 | Sweet peppers, neither crushed nor ground | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0904 20 39 | Pimento, neither crushed nor ground, from 15 November to 30 April | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 0904 20 90 | Pimento, crushed or ground | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 1302 20 | Pectic substances, pectinates and pectates | 100 | — | 25 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 1602 31 | Prepared or preserved turkey meat | see column E | 300 | 0 | — | Duty rate: 8,5% for a 300 t tariff quota |
| ex 2001 20 00 ex 2001 90 96 | Little onions having an equatorial diameter of less than 30 mm and okra, prepared or preserved by vinegar or acetic acid | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |

| CN code ⁽²⁾ ⁽³⁾ | Description ⁽³⁾ | Reduction of the MFN customs duty ⁽¹⁾ | Tariff quota Volume | Reduction of the customs duty beyond current or possible tariff quota ⁽¹⁾ | Reference quantity | Specific provisions |
|---------------------------------------|---|--|---------------------|--|--------------------|--|
| | | (%) | (tonnes) | (%) | (tonnes) | |
| | | A | B | C | D | E |
| ex 2001 90 20 | Fruits of the genus <i>Capsicum</i> , from 15 November to 30 April | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2002 10 10 | Peeled tomatoes | 100 | 3 500 | 30 | — | |
| ex 2004 90 99 | Celeriac, other than in mixture | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2004 90 99 | Other vegetables, frozen | 100 | 1 000 | 0 | — | |
| ex 2005 10 00 ex 2005 90 80 | Celeriac, cabbages (excluding cauliflowers), gumbos, okra, other than in mixture | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2005 90 10 | Fruits of the genus <i>Capsicum</i> , from 15 November to 30 April | 100 | — | 30 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2008 11 91 | Groundnuts | 100 | — | 0 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2008 30 51 2008 30 71 | Grapefruit segments | 100 | — | 80 | 16 440 | |
| ex 2008 30 55 | Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids, comminuted | 100 | — | 80 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2008 30 59 | Grapefruit, other than segments Comminuted oranges and lemons | 100 | — | 80 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2008 30 75 | Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids, comminuted | 100 | — | 80 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2008 30 79 | Grapefruit, other than segments | 100 | — | 80 | 2 400 | |
| ex 2008 30 79 | Comminuted oranges and lemons | 100 | — | 80 | — | |

| | | | | | | |
|--|--|-----|-----|----|-------|--|
| ex 2008 30 91 | Grapefruit segments | 100 | — | 80 | 3 480 | |
| ex 2008 30 91 | Grapefruit, other than segments | 100 | — | 60 | | |
| ex 2008 30 91 | Citrus fruit pulp | 100 | — | 40 | | |
| ex 2008 30 91 | Comminuted citrus fruits | 100 | — | 80 | | |
| ex 2008 30 99 | Grapefruit segments | 100 | — | 80 | 5 000 | |
| ex 2008 30 99 | Grapefruit, other than segments Citrus fruit comminuted | 80 | — | — | — | |
| ex 2008 40 71 | Slices of pears, fried in oil | 100 | 100 | 0 | — | |
| ex 2008 50 71 | Slices of apricots, fried in oil | | | | | |
| ex 2008 70 71 | Slices of peaches, fried in oil | | | | | |
| ex 2008 92 74 | Mixtures of sliced fruits, fried in oil | | | | | |
| ex 2008 92 78 | Mixtures of sliced fruits, fried in oil | | | | | |
| ex 2008 99 68 | Slices of apples, fried in oil | | | | | |
| 2008 50 61 | Apricots | 100 | — | 20 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2008 50 69 | Other | 100 | — | 20 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2008 50 92 ex 2008 50 94 | Apricot halves | 100 | — | 20 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2008 50 92 ex 2008 50 94 | Apricot pulp | 100 | 180 | 0 | — | |
| ex 2008 92 51 ex 2008 92 59 ex 2008 92 72 ex 2008 92 74 ex 2008 92 76 ex 2008 92 78 | Mixtures of fruits | 100 | 250 | 0 | — | |

| CN code ⁽²⁾ ⁽³⁾ | Description ⁽³⁾ | Reduction of the MFN customs duty ⁽¹⁾ | Tariff quota Volume | Reduction of the customs duty beyond current or possible tariff quota ⁽¹⁾ | Reference quantity | Specific provisions |
|--|--|--|---|--|--------------------|--|
| | | (%) | (tonnes) | (%) | (tonnes) | |
| | | A | B | C | D | E |
| 2009 11 11 2009 11 19 2009 11 91 2009 11 99 2009 19 11 2009 19 19 2009 19 91 2009 19 99 | Orange juice | 100 | 92 600, of which, in packs of 2 l or less, not more than 22 400 | 70 | — | |
| 2009 20 11 2009 20 19 2009 20 99 | Grapefruit juice | 100 | — | 70 | 34 440 | |
| 2009 20 91 | Grapefruit juice | 70 | — | — | — | |
| 2009 30 11 | Juice of any other single citrus fruit | 100 | — | 60 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| ex 2009 30 31 ex 2009 30 39 | Juice of any other single citrus fruit of a density not exceeding 1,33 g/cm ³ at 20°C, of a value exceeding ECU 30 per 100 kg net weight, excluding lemon juice | 100 | — | 60 | — | Subject to the provisions of Protocol 1, points 1 to 6 |
| 2009 30 19 | Other juice of any other single citrus fruit | 60 | — | — | — | |
| 2009 50 | Tomato juice | 100 | 10 200 | 60 | — | |
| 2204 21 | Other wine | 100 | 1 610 hl | 0 | — | For 1 610 hl: 100% reduction of the specific duty |

⁽¹⁾ Duty reduction only applies to *ad valorem* customs duties except for the products corresponding to the following codes: 0207 22, 0207 42 and 2204 21.

⁽²⁾ CN codes corresponding to Regulation (EC) No 1359/95, OJ L 142 of 26 June 1995.

⁽³⁾ Notwithstanding the rules for interpretation of the Combined Nomenclature, the wording for the description of the products is to be considered as having no more than an indicative value, the preferential scheme being determined, within the context of this Annex, by the coverage of the CN codes. Where 'ex' CN codes are indicated, the preferential scheme is to be determined by the application of the CN codes and corresponding description taken together.

PROTOCOL 2**concerning the arrangements applicable to the importation into Israel of agricultural products originating in the Community**

1. The products listed in the Annex originating in the Community shall be admitted for importation into Israel according to the conditions contained herein and in the Annex.
2. Import duties on imports shall be either eliminated or reduced to the level indicated in column 'A', within the limit of the tariff quota listed in column 'B', and subject to the specific provisions indicated in column 'C'.
3. For the quantities imported in excess of the tariff quotas, the general customs duties applied to third countries will apply, subject to the specific provisions indicated in column 'C'.
4. For certain products for which no tariff quota is fixed, reference quantities are fixed as indicated in column 'C'.

Should the volume of imports of one of the products exceed the reference quantity, Israel may, having regard to an annual review of trade flows which it shall carry out, make the product in question subject to a tariff quota, the volume of which shall be equal to the reference quantity. In that case, for quantities imported in excess of the quota, the duty referred to in point 3 shall apply.

5. For products for which neither a tariff quota nor a reference quantity is fixed, Israel may fix a reference quantity as provided for in point 4 if, in the light of an annual review of trade flows which it shall carry out, it establishes that the volume of imports of a product or products threatens to cause difficulties on the Israeli market. If, subsequently, the product is subjected to a tariff quota under the conditions set out in point 4, the provisions of point 3 shall apply.
6. For cheese and curd, the tariff quota shall be increased from 1 January 1997 to 1 January 2000 on the basis of four equal instalments, each corresponding to 10% of this amount.

ANNEX

| Israeli code | Description | Duty | Tariff quota (tonnes) | Specific provisions |
|--------------|--|--|--------------------------|-------------------------------------|
| | | A | B | C |
| 0202 30 | Meat of bovine animals, boneless, frozen | 0% | 6 000 | |
| 0206 29 | Other edible offal of bovine animals, frozen | 0% | 500 | |
| 0402 10 | Milk powder, fat content < 1,5% | USD 1,5/kg | 3 000 | |
| 0402 21 | Milk powder, fat content > 1,5%, no added sugar | | 3 500 | |
| 0404 | Whey | 0% | 500 | |
| 0405 00 | Butter and fats derived from milk | USD 1,6/kg | 350 | |
| 0406 | Cheese and curd | USD 4/kg | 200 | Subject to point (6) |
| 0601 | Bulbs, tubers etc., chicory plants and roots | 0% | | Subject to point (5) |
| 0602 | Other live plants | | | Subject to point (5) |
| 0603 10 | Cut flowers, fresh | | | Reference quantity: 1 000 tonnes |
| 0603 90 | Dried flowers | | | 50 |
| ex 0604 10 | Mosses and lichens, fresh | | | Subject to point (5) |
| 0604 91 | Foliage, branches and other parts of plants, fresh | | | Subject to point (5) |
| ex 0604 99 | Foliage, not further prepared than dried | | | Subject to point (5) |
| 0701 10 | Potatoes, seed | 0% | 8 000 | |
| 0701 90 | Potatoes, other | | 2 500 | |
| 0703 20 00 | Garlic | 25% reduction of General Tariff rate | | |

| Israeli code | Description | Duty | Tariff quota (tonnes) | Specific provisions |
|--------------|---|--------------------------------------|-----------------------|---|
| | | A | B | C |
| 0710 21 | Peas, frozen | 14% | 700 | |
| 0710 22 | Beans, frozen | | 250 | |
| 0710 29 | Other leguminous vegetables, frozen | | 350 | |
| 0710 30 | Spinach, frozen | | 300 | |
| 0710 80 | Other vegetables, frozen | | 500 | |
| 0712 90 | Other dried vegetables and mixtures | 16% | 200 | |
| 0713 33 | Kidney beans, inc. white pea beans, dried | 0% | 100 | |
| 0713 39 | Other beans, dried | | 150 | |
| 0713 50 | Broad beans and horse beans, dried | | 2 500 | |
| 0713 90 | Other dried leguminous vegetables | | 100 | over quota 15% reduction of General Tariff rate |
| 0802 90 | Other nuts | 0% | 500 | over quota 15% reduction of General Tariff rate |
| 0804 20 90 | Figs, dried | 0% | 500 | over quota 20% reduction of General Tariff rate |
| 0806 20 | Grapes, dried | 25% reduction of General Tariff rate | | |
| 0808 10 | Apples | 0% | 750 | |
| 0808 20 90 | Quinces | | 500 | |
| 1001 10 | Durum wheat | 0% | 9 500 | |
| 1001 90 | Other wheat and meslin | | 150 000 | |
| 1002 00 | Rye | 0% | 10 000 | |

| Israeli code | Description | Duty | Tariff quota (tonnes) | Specific provisions |
|--------------|------------------------------------|---|--------------------------|----------------------|
| | | A | B | C |
| 1003 00 | Barley | 0% | 210 000 | |
| 1005 90 | Maize other than seed | 0% | 11 000 | |
| 1006 30 | Semi-milled or wholly milled rice | 3,75% | 25 000 | |
| 1103 13 | Groats of corn | 0% | 235 000 | |
| 1103 29 | Pellets of other cereal | | 7 500 | |
| 1104 12 10 | Oat flakes | 10% | | Subject to point (5) |
| 1107 10 | Malt, not roasted | 0% | 7 500 | |
| 1108 | Starches, inulin | 25 % reduction of General Tariff rate | | |
| 1208 10 | Flour and meal of soya beans | 0% | 400 | |
| 1209 91 | Vegetable seeds | 0% | 500 | |
| 1209 99 | Other seeds | | 500 | |
| 1214 10 | Lucerne (alfalfa) meal and pellets | 0% | 1 500 | |
| 1404 20 | Cotton linters | 0% | 1 000 | |
| 1507 10 | Soya bean oil, crude | 13% | 7 000 | |
| 1507 90 | Soya bean oil, other | | 4 000 | |
| 1512 11 | Sunflower or safflower oil crude | 9% | 1 500 | |
| 1512 19 | Sunflower or safflower oil, other | | 1 500 | |
| 1512 21 | Cotton oil other | | 500 | |
| 1514 10 | Rape oil, crude | 13% | 3 000 | |
| 1514 90 | Rape oil, other | | | |
| 1515 19 | Linseed oil, other | 0% | 150 | |

| Israeli code | Description | Duty | Tariff quota (tonnes) | Specific provisions |
|---------------|--|------------|-----------------------|--------------------------------------|
| | | A | B | C |
| 1515 29 | Maize oil, other | 9 % | 600 | |
| 1604 13 00 | Sardines, in airtight containers | 0 % | 300 | |
| 1604 14 00 | Tuna, in airtight containers | | | |
| 1701 | Cane or beet sugar and sucrose | | | |
| 1701 91 | Other than raw sugar, containing flavouring matter | 0 % | 265 000 | |
| 1701 99 | Other than raw sugar, other | | | |
| 1702 30 | Glucose < 20% by weight of fructose | USD 0,1/kg | 1 200 | 15% reduction of General Tariff rate |
| 1702 60 | Other fructose, > 50% by weight of fructose | 0 % | 200 | |
| 2002 90 20/3 | Tomatoes in powder form | 6 % | 100 | |
| 2003 10 00 | Mushrooms | 10 % | 5 000 | |
| 2004 90 10 | Other prepared vegetables, frozen | 7,5 % | 300 | |
| 2004 90 90 | Other prepared vegetables, frozen | 10,5 % | | |
| 2007 99 | Jams and jellies | 10 % | 500 | |
| 2008 50 10 | Apricots | 12,0 % | 150 | |
| 2008 50 20/90 | Apricots | 13,5 % | | |
| 2008 70 10 | Peaches | 12,0 % | 1 600 | |
| 2008 70 30/90 | Peaches | 13,5 % | | |
| 2008 92 20 | Mixtures (without strawberries, nuts and citrus) | 12,0 % | 500 | |
| 2008 92 30/90 | Mixtures (without strawberries, nuts and citrus) | 13,5 % | | |
| 2009 70 | Concentrated apple juice, in pack > 100 l | 0 % | 750 | |

| Israeli code | Description | Duty | Tariff quota (tonnes) | Specific provisions |
|--------------|---|------------------------------|--------------------------|---------------------|
| | | A | B | C |
| 2207 10 | Undenatured ethyl alcohol >80% vol alcohol | USD 2,75 per l of alcohol | 3 000 | |
| 2301 10 | Flours, meals, pellets of meat or meat offal | 0% | 14 000 | |
| 2303 10 | Residues of starch manufacture | 0% | 2 200 | |
| 2304 10 | Soya bean oil cake | 10% | 1 800 | |
| 2306 40 | Rape seed meal | 10% | 3 500 | |
| 2309 10 10 | Biscuits for dogs | 25% | 1 700 | |
| 2309 10 20 | Containing 15% to 35% protein materials and not less than 4% fat material | 8% | | |
| 2309 10 90 | Other dog and cat food | 2% | | |
| 2309 90 10 | Biscuits for dogs | 25% | 7 000 | |
| 2309 90 20 | Containing 15% to 35% protein materials and not less than 4% fat material | 8% | | |
| 2309 90 30 | Food for ornamental fishes and birds | 40% | | |
| 2309 90 90 | Other animal food | 2% | | |
| 2401 10 | Tobacco not stemmed/stripped | 0,07 nis/k | | 1 700 |
| 2401 20 | Tobacco partly or wholly stemmed/stripped | | | |

PROTOCOL 3
concerning plant protection matters

Without prejudice to the provisions of the Agreement on the Application of Sanitary and Phytosanitary Measures annexed to the Agreement establishing the WTO, and in particular Articles 2 and 6 thereof, the Parties agree that from the entry into force of this Agreement:

- (a) on their mutual trade, the requirement for phytosanitary certification shall apply:
- in respect of cut flowers:
 - only to the genera *dendranthema*, *dianthus* and *pelargonium* for introduction into the Community,
 - and only to *rosa*, *dendranthema*, *dianthus*, *pelargonium*, *gypsophilia* and *anemone* for introduction into Israel, and
 - in respect of fruits:
 - only to citrus, *fortunella*, *poncirus* and their hybrids *annona*, *cydonia*, *diospyros*, *malus*, *mangifera*, *passiflore*, *prunus*, *psidium*, *pyrus*, *ribes*, *syzygium* and *vaccinum* for introduction into the Community,
 - and to all the genera for introduction into Israel,
- (b) on their mutual trade, the requirement for a phytosanitary permit for the introduction of plants or plant products will only apply to enable the introduction of those plants or plant products which would otherwise be prohibited, based on a pest risk analysis,
- (c) a Party which envisages the introduction of new phytosanitary measures which could adversely affect specifically existing trade between the parties, shall hold consultations with the other Party to examine the envisaged measures and their effect.
-

PROTOCOL 4**concerning the definition of the concept of 'originating products' and methods of administrative cooperation**

TITLE I

GENERAL PROVISIONS*Article 1***Definitions**

For the purposes of this Protocol:

- (a) 'manufacture' means any kind of working or processing including assembly or specific operations;
- (b) 'material' means any ingredient, raw material, component or part, etc., used in the manufacture of the product;
- (c) 'product' means the product being manufactured, even if it is intended for later use in another manufacturing operation;
- (d) 'goods' means both materials and products;
- (e) 'customs value' means the value as determined in accordance with the Agreement on Implementation of Article VII of the General Agreement on Tariffs and Trade, 1994 (WTO Agreement on Customs Valuation);
- (f) 'ex-works price' means the price paid for the product ex-works to the manufacturer in whose undertaking the last working or processing is carried out or to the person who arranged for the last working or processing to be carried outside the territories of the Parties provided the price includes the value of all the materials used, minus all internal taxes which are, or may be, repaid when the product obtained is exported;
- (g) 'value of materials' means the customs value at the time of importation of the non-originating materials used, or, if this is not known and cannot be ascertained, the first ascertainable price paid for the materials in the territories concerned;
- (h) 'value of originating materials' means the customs value of such materials as defined in subparagraph (g) applied *mutatis mutandis*;
- (i) 'chapters' and 'headings' means the chapters and the headings (four-digit codes) used in the nomenclature which

makes up the Harmonised Commodity Description and Coding System, referred to in this Protocol as 'the Harmonised System' or 'HS';

- (j) 'classified' refers to the classification of a product or material under a particular heading;
- (k) 'consignment' means products which are either sent simultaneously from one exporter to one consignee or covered by a single transport document covering their shipment from the exporter to the consignee or, in the absence of such a document, by a single invoice.

TITLE II

DEFINITION OF THE CONCEPT OF 'ORIGINATING PRODUCTS'*Article 2***Origin criteria**

For the purpose of implementing the Agreement and without prejudice to the provisions of Article 3 of this Protocol, the following products shall be considered as:

1. products originating in the Community:
 - (a) products wholly obtained in the Community, within the meaning of Article 4 of this Protocol;
 - (b) products obtained in the Community which contain materials not wholly obtained there, provided that the said materials have undergone sufficient working and processing in the Community within the meaning of Article 5 of this Protocol;
2. products originating in Israel:
 - (a) products wholly obtained in Israel within the meaning of Article 4 of this Protocol;
 - (b) products obtained in Israel which contain materials not wholly obtained there, provided that the said materials have undergone sufficient working or processing in Israel within the meaning of Article 5 of this Protocol.

*Article 3***Bilateral cumulation**

1. Notwithstanding Article 2(1)(b), materials originating in Israel within the meaning of this Protocol shall be considered as materials originating in the Community and it shall not be necessary that such materials have undergone sufficient working or processing.

2. Notwithstanding Article 2(2)(b), materials originating in the Community within the meaning of this Protocol shall be considered as materials originating in Israel and it shall not be necessary that such materials have undergone working or processing.

*Article 4***Wholly obtained products**

1. The following shall be considered as wholly obtained either in the Community or in Israel:

- (a) mineral products extracted from their soil or from their seabed;
- (b) vegetable products harvested there;
- (c) live animals born and raised there;
- (d) products from live animals raised there;
- (e) products obtained by hunting or fishing there;
- (f) products of sea fishing and other products taken from the sea by their vessels;
- (g) products made aboard their factory ships exclusively from products referred to in subparagraph (f);
- (h) used articles collected there fit only for the recovery of raw materials, including used tyres fit only for retreading or use as waste;
- (i) waste and scrap resulting from manufacturing operations conducted there;
- (j) products extracted from marine soil or subsoil outside their territorial waters provided that they have sole rights to work that soil or subsoil;

(k) goods produced exclusively from products specified in subparagraphs (a) to (j).

2. The terms 'their vessels' and 'their factory ships' in paragraph 1(f) and (g) shall apply only to vessels and factory ships:

- which are registered or recorded in a Member State of the Community or in Israel,
- which sail under the flag of a Member State of the Community or of Israel,
- which are owned to an extent of at least 50% by nationals of a Member State of the Community or of Israel, or by a company with its head office in one of these States or in Israel, of which the manager or managers, chairman of the board of directors or the supervisory board, and the majority of the members of such boards are nationals of Member States of the Community or of Israel and of which, in addition, in the case of partnerships or limited companies, at least half the capital belongs to these States, to Israel, to their public bodies or to their nationals,
- of which the master and officers are nationals of Member States of the Community or of Israel,
- of which at least 75% of the crew are nationals of Member States of the Community or of Israel.

3. The terms the 'Community' and 'Israel' shall also cover the territorial waters which surround the Member States of the Community and Israel.

Sea-going vessels, including factory ships on which the fish caught is worked or processed, shall be considered as part of the territory of the Community or of Israel provided that they satisfy the conditions set out in paragraph 2.

*Article 5***Sufficiently worked or processed products**

1. For the purposes of Article 2, products which are not wholly obtained in the Community or in Israel are considered to be sufficiently worked or processed there when the conditions set out in the list in Annex II, in conjunction with the Notes in Annex I, are fulfilled.

These conditions indicate, for all products covered or not by the Agreement, the working or processing which must be carried out on the non-originating materials used in the manufacture of these products, and apply only in relation to such materials. Accordingly, it follows that if a product, which has acquired originating status by fulfilling the conditions set

out in the list for that product, is used in the manufacture of another product, the conditions applicable to the product in which it is incorporated do not apply to it, and no account shall be taken of the non-originating materials which may have been used in its manufacture.

2. Notwithstanding paragraph 1 and except as provided in Article 12(4), non-originating materials which, according to the conditions set out in the list for a given product, should not be used in the manufacture of this product may nevertheless be used, provided that:

- (a) their total value does not exceed 10% of the ex-works price of the product;
- (b) where, in the list, one or several percentages are given for the maximum value of non-originating materials, such percentages are not exceeded through the application of this paragraph.

This paragraph shall not apply to products falling within Chapters 50 to 63 of the Harmonised System.

3. Paragraphs 1 and 2 shall apply except as provided in Article 6.

Article 6

Insufficient working or processing operations

The following operations shall be considered as insufficient working or processing to confer the status of originating products, whether or not the requirements of Article 5 are satisfied:

- (a) operations to ensure the preservation of products in good condition during transport and storage (ventilation, spreading out, drying, chilling, placing in salt, sulphur dioxide or other aqueous solutions, removal of damaged parts, and like operations);
- (b) simple operations consisting of removal of dust, sifting or screening, sorting, classifying, matching (including the making-up of sets of articles), washing, painting, cutting up;
- (c) (i) changes of packaging and breaking up and assembly of packages;
- (ii) simple placing in bottles, flasks, bags, cases, boxes, fixing on cards or boards, etc., and all other simple packaging operations;
- (d) affixing marks, labels and other like distinguishing signs on products or their packaging;
- (e) simple mixing of products, whether or not of different kinds, where one or more components of the mixtures do not meet the conditions laid down in this Protocol to

enable them to be considered as originating in the Community or in Israel;

- f) simple assembly of parts to constitute a complete product;
- g) a combination of two or more operations specified in subparagraphs (a) to (f);
- h) slaughter of animals.

Article 7

Unit of qualification

1. The unit of qualification for the application of the provisions of this Protocol shall be the particular product which is considered as the basic unit when determining classification using the nomenclature of the Harmonised System.

Accordingly, it follows that:

- (a) when a product composed of a group or assembly of articles is classified under the terms of the Harmonised System in a single heading, the whole constitutes the unit of qualification;
- (b) when a consignment consists of a number of identical products classified under the same heading of the Harmonised System, each product must be taken individually when applying the provisions of this Protocol.

2. Where, under general rule 5 of the Harmonised System, packaging is included with the product for classification purposes, it shall be included for the purposes of determining origin.

Article 8

Accessories, spare parts and tools

Accessories, spare parts and tools dispatched with a piece of equipment, machine, apparatus or vehicle, which are part of the normal equipment and included in the price thereof or which are not separately invoiced, shall be regarded as one with the piece of equipment, machine, apparatus or vehicle in question.

Article 9

Sets

Sets, as defined in general rule 3 of the Harmonised System, shall be regarded as originating when all component products are originating. Nevertheless, when a set is composed of originating and non-originating products, the set as a whole shall be regarded as originating, provided that the value of the non-originating products does not exceed 15% of the ex-works price of the set.

*Article 10***Neutral elements**

In order to determine whether a product originates in the Community or in Israel it shall not be necessary to establish whether the electrical energy, fuel, plant and equipment as well as machines and tools used to obtain such product, or whether any goods, used in the course of production which do not enter and which were not intended to enter into the final composition of the product, are originating or not.

TITLE III

TERRITORIAL REQUIREMENTS*Article 11***Principle of territoriality**

The conditions set out in Title II relative to the acquisition of originating status must be fulfilled without interruption in the Community or in Israel. For this purpose, the acquisition of originating status shall be considered as interrupted when goods which have undergone working or processing in the Party concerned have left the territory of this Party, except as provided in Articles 12 and 13.

*Article 12***Working or processing carried out outside one of the Parties**

1. The acquisition of originating status in one of the Parties under the conditions set out in Title II shall not be affected by working or processing carried out outside this Party and subsequently reimported there, provided that:

- (a) the said materials are wholly obtained in the Party concerned or have undergone their working or processing going beyond the insufficient operations listed in Article 6 prior to their exportation; and
- (b) it can be demonstrated to the satisfaction of the customs authorities that:
 - (i) the reimported goods result from the working or processing of the exported materials; and
 - (ii) the total added value acquired outside the Party concerned through the application of this Article does not exceed 10% of the ex-works price of the final product for which originating status is claimed.

2. For the purposes of paragraph 1, the conditions set out in Title II relative to the acquisition of originating status shall

not apply in respect of working or processing carried out outside the Party concerned. Nevertheless, where, in the relevant list of Annex II, a rule giving the maximum value of all the non-originating materials used is applied in determining the originating status of the final product concerned, the total value of the non-originating materials used in the Party concerned and the total added value acquired outside this Party through the application of this Article taken together shall not exceed the percentage given.

3. For the purposes of paragraphs 1 and 2, 'total added value' shall mean all costs accumulated outside the Party concerned, including all the value of the materials added there.

4. Paragraphs 1 and 2 shall not apply to products which do not fulfil the conditions set out in the relevant list rule and which can only be considered as sufficiently worked or processed as a result of the application of the general tolerance in Article 5(2).

5. Paragraphs 1 and 2 shall not apply to products falling within Chapters 50 to 63 of the Harmonised System.

*Article 13***Reimportation of goods**

Goods exported from the Community or Israel to a third country and subsequently returned, shall be considered as never having left the concerned Party if it can be demonstrated to the satisfaction of the customs authorities that:

- (a) the goods returned are the same goods as those exported; and
- (b) they have not undergone any operation beyond that necessary to preserve them in good condition while in that country or while being exported.

*Article 14***Direct transport**

1. The preferential treatment provided for under the Agreement applies only to products or materials which are transported between the territories of the Community and Israel without entering any other territory. However, goods originating in the Community or in Israel and constituting one single consignment which is not split up may be transported through territory other than that of the Community or Israel with, should the occasion arise, transshipment or temporary warehousing in such territories, provided that the goods have remained under the surveillance of the customs authorities in the country of transit or of warehousing and that they have not undergone operations other than unloading, reloading or any operation designed to preserve them in good condition.

Products originating in the Community or in Israel may be transported by pipeline across territory other than that of the Community or that of Israel.

2. Evidence that the conditions set out in paragraph 1 have been fulfilled may be supplied to the customs authorities of the importing country by the production of:

- (a) a through bill of lading issued in the exporting country covering the passage through the country of transit; or
- (b) a certificate issued by the customs authorities of the country of transit:
 - (i) giving an exact description of the products;
 - (ii) stating the dates of unloading and reloading of the products and, where applicable, the names of the ships used; and
 - (iii) certifying the conditions under which the products remained in the transit country; or
- c) failing these, any substantiating documents.

Article 15

Exhibitions

1. Products sent from one of the Parties for exhibition in a third country and sold after the exhibition for importation in another Party shall benefit on importation from the provisions of the Agreement on condition that the products meet the requirements of this Protocol entitling them to be recognised as originating in the Community or in Israel and provided that it is shown to the satisfaction of the customs authorities that:

- (a) an exporter has consigned these products from one of the Parties to the country in which the exhibition is held and has exhibited them there;
- (b) the products have been sold or otherwise disposed of by that exporter to a person in another Party;
- (c) the products have been consigned during the exhibition or immediately thereafter to the latter Party in the state in which they were sent for exhibition; and
- (d) the products have not, since they were consigned for exhibition, been used for any purpose other than demonstration at the exhibition.

2. A proof of origin must be issued or made out in accordance with the provisions of Title V and submitted to the

customs authorities of the importing country in the normal manner. The name and address of the exhibition must be indicated thereon. Where necessary, additional documentary evidence of the nature of the products and the conditions under which they have been exhibited may be required.

3. Paragraph 1 shall apply to any trade, industrial, agricultural or crafts exhibition, fair or similar public show or display which is not organised for private purposes in shops or business premises with a view to the sale of foreign products, and during which the products remain under customs control.

TITLE IV

DRAWBACK OR EXEMPTION

Article 16

Prohibition of drawback of, or exemption from, customs duties

1. Non-originating materials used in the manufacture of products originating in the Community or in Israel within the meaning of this Protocol for which a proof of origin is issued or made out in accordance with the provisions of Title V shall not be subject in any of the Parties to drawback of, or exemption from, customs duties of whatever kind.

2. The prohibition in paragraph 1 shall apply to any arrangement for refund, remission or non-payment, partial or complete, of customs duties or charges having an equivalent effect, applicable in any of the Parties to materials used in the manufacture, where such refund, remission or non-payment applies, expressly or in effect, when products obtained from the said materials are exported and not when they are retained for home use in this Party.

3. The exporter of products covered by a proof of origin shall be prepared to submit at any time, upon request from the customs authorities, all appropriate documents proving that no drawback has been obtained in respect of the non-originating materials used in the manufacture of the products concerned and that all customs duties or charges having equivalent effect applicable to such materials have actually been paid.

4. The provisions of paragraphs 1 to 3 shall also apply in respect of packaging within the meaning of Article 7(2), accessories, spare parts and tools within the meaning of Article 8 and products in a set within the meaning of Article 9 when such items are non-originating.

5. The provisions of paragraphs 1 to 4 shall apply only in respect of materials which are of the kind to which the Agreement applies.

TITLE V

PROOF OF ORIGIN*Article 17***General requirements**

1. Originating products within the meaning of this Protocol shall, on importation into one of the Parties, benefit from the Agreement upon submission of either:

- (a) a movement certificate EUR.1, a specimen of which appears in Annex III; or
- (b) in the cases specified in Article 22(1), a declaration, the text of which appears in Annex IV, given by the exporter on an invoice, a delivery note or any other commercial document which describes the products concerned in sufficient detail to enable them to be identified (hereinafter referred to as the 'invoice declaration').

2. Notwithstanding paragraph 1, originating products within the meaning of this Protocol shall, in the cases specified in Article 27, benefit from this Agreement without it being necessary to submit any of the documents referred to above.

*Article 18***Procedure for the issue of a movement certificate EUR.1**

1. A movement certificate EUR.1 shall be issued by the customs authorities of the exporting country on application having been made in writing by the exporter or, under the exporter's responsibility, by his authorised representative.

2. For this purpose, the exporter or his authorised representative shall fill out both the movement certificate EUR.1 and the application form, specimens of which appear in Annex III.

These forms shall be completed in one of the languages in which the Agreement is drawn up, in accordance with the provisions of the domestic law of the exporting country. If they are handwritten, they shall be completed in ink in printed characters. The description of the products must be given in the box reserved for this purpose without leaving any blank lines. Where the box is not completely filled a horizontal line must be drawn below the last line of the description, the empty space being crossed through.

3. The exporter applying for the issue of a movement certificate EUR.1 shall be prepared to submit at any time, at the request of the customs authorities of the exporting country where the movement certificate EUR.1 is issued, all appropriate documents proving the originating status of the products concerned as well as the fulfilment of the other requirements of this Protocol.

4. The movement certificate EUR.1 shall be issued by the customs authorities of a Member State of the European Community if the goods to be exported can be considered as products originating in the Community within the meaning of Article 2(1) of this Protocol. The movement certificate EUR.1 shall be issued by the customs authorities of Israel if the goods to be exported can be considered as products originating in Israel within the meaning of Article 2(2) of this Protocol.

5. When the provisions of Article 3 are applied, the customs authorities of the Member State of the Community or of Israel may issue movement certificates EUR.1 under the conditions laid down in this Protocol if the goods to be exported can be considered as originating products within the meaning of this Protocol and provided that the goods covered by the movement certificates EUR.1 are in the Community or in Israel.

In these cases movement certificates EUR.1 shall be issued subject to the presentation of the proof of origin previously issued or made out. This proof of origin must be kept for at least three years by the customs authorities of the exporting State.

6. The issuing customs authorities shall take any steps necessary to verify the originating status of the products and the fulfilment of the other requirements of this Protocol. For this purpose, they shall have the right to call for any evidence and to carry out any inspection of the exporter's accounts or any other check which they consider appropriate.

The issuing customs authorities shall also ensure that the forms referred to in paragraph 2 are duly completed. In particular, they shall check whether the space reserved for the description of the products has been completed in such a manner as to exclude all possibility of fraudulent additions.

7. The date of issue of the movement certificate EUR.1 shall be indicated in the part of the certificate reserved for the customs authorities.

8. A movement certificate EUR.1 shall be issued by the customs authorities of the exporting country when the products to which it relates are exported. It shall be made available to the exporter as soon as actual exportation has been effected or ensured.

*Article 19***Movement certificates EUR.1 issued retrospectively**

1. Notwithstanding Article 18(8), a movement certificate EUR.1 may exceptionally be issued after exportation of the products to which it relates if:

(a) it was not issued at the time of exportation because of errors or involuntary omissions or special circumstances;
or

(b) it is demonstrated to the satisfaction of the customs authorities that a movement certificate EUR.1 was issued but was not accepted at importation for technical reasons.

2. For the implementation of paragraph 1, the exporter must indicate in this application the place and date of exportation of the products to which the movement certificate EUR.1 relates, and state the reasons for his request.

3. The customs authorities may issue a movement certificate EUR.1 retrospectively only after verifying that the information supplied in the exporter's application agrees with that in the corresponding file.

4. Movement certificates EUR.1 issued retrospectively must be endorsed with one of the following phrases:

'NACHTRÄGLICH AUSGESTELLT', 'DÉLIVRÉ A POSTERIORI', 'RILASCIATO A POSTERIORI', 'AFGEGEVEN A POSTERIORI', 'ISSUED RETROSPECTIVELY', 'UDSTEDT EFTERFØLGENDE', 'ΕΚΔΟΘΕΝ ΕΚ ΤΩΝ ΥΣΤΕΡΩΝ', 'EXPEDIDO A POSTERIORI', 'EMITIDO A POSTERIORI', 'ANNETTU JÄLKIKÄTEEN', 'UTFÄRDAT I EFTERHAND', 'איִשׁוּר בְּדִיעָבָד'.

5. The endorsement referred to in paragraph 4 shall be inserted in the 'Remarks' box of the movement certificate EUR.1.

Article 20

Issue of a duplicate movement certificate EUR.1

1. In the event of theft, loss or destruction of a movement certificate EUR.1, the exporter may apply to the customs authorities which issued it for a duplicate made out on the basis of the export documents in their possession.

2. The duplicate issued in this way must be endorsed with one of the following words:

'DUPLIKAT', 'DUPLICATA', 'DUPLICATO', 'DUPLICAAT', 'DUPLICATE', 'ΑΝΤΙΓΡΑΦΟ', 'DUPLICADO', 'SEGUNDA VIA', 'ΚΑΚΣΟΙΣΚΑΠΑΛΕ', 'הַעֲתָק'.

3. The endorsement referred to in paragraph 2, the date of issue and the serial number of the original certificate shall be inserted in the 'Remarks' box of the duplicate movement certificate EUR.1.

4. The duplicate, which must bear the date of issue of the original movement certificate EUR.1, shall take effect as from that date.

Article 21

Replacement of certificates

1. It shall at any time be possible to replace one or more movement certificates EUR.1 by one or more other certificates provided that this is done by the customs office responsible for controlling the goods.

2. The replacement certificate shall be regarded as a definite movement certificate EUR.1 for the purpose of the application of this Protocol, including the provisions of this Article.

3. The replacement certificate shall be issued on the basis of a written request from the re-exporter, after the authorities concerned have verified the information supplied in the applicant's request. The date and serial number of the original movement certificate EUR.1 shall be given in box 7.

Article 22

Conditions for making out an invoice declaration

1. An invoice declaration as referred to in Article 17(1)(b) may be made out:

(a) by an approved exporter within the meaning of Article 23;

(b) by any exporter for any consignment consisting of one or more packages containing originating products whose total value does not exceed ECU 6 000.

2. An invoice declaration may be made out if the products concerned can be considered as products originating in one of the Parties and fulfil the other requirements of this Protocol.

3. The exporter making out an invoice declaration shall be prepared to submit at any time, at the request of the customs authorities of the exporting country, all appropriate documents proving the originating status of the products concerned as well as the fulfilment of the other requirements of this Protocol.

4. An invoice declaration shall be made out by the exporter by typing, stamping or printing on the invoice, the delivery note or another commercial document, the declaration, the text of which appears in Annex IV, using one of the linguistic versions set out in that Annex in accordance with the provisions of the domestic law of the exporting country. The declaration may also be handwritten; in such a case, it shall be written in ink in printed characters.

5. Invoice declarations shall bear the original signature of the exporter in manuscript.

However, an approved exporter within the meaning of Article 23 shall not be required to sign such declarations provided that he gives the customs authorities of the exporting country a written undertaking that he accepts full responsibility for any invoice declaration which identifies him as if it had been signed in manuscript by him.

6. An invoice declaration may be made out by the exporter when the products to which it relates are exported (or exceptionally after exportation). If the invoice declaration is made out after the products to which it relates have been declared to the customs authorities in the importing country, this invoice declaration must bear a reference to the documents already submitted to these authorities.

Article 23

Approved exporter

1. The customs authorities of the exporting country may authorise any exporter, hereinafter referred to as 'approved exporter', who makes frequent shipments of products under this Agreement, and who offers to the satisfaction of the customs authorities all guarantees necessary to verify the originating status of those products as well as the fulfilment of the other requirements of this Protocol, to make out invoice declarations irrespective of the value of the products concerned.

2. The customs authorities may grant the status of approved exporter subject to any conditions which they consider appropriate.

3. The customs authorities shall grant to the approved exporter a customs authorisation number which shall appear on the invoice declaration.

4. The customs authorities shall monitor the use of the authorisation by the approved exporter.

5. The customs authorities may withdraw the authorisation at any time. They shall do so where the approved exporter no longer offers the guarantees referred to in paragraph 1, does not fulfil the conditions referred to in paragraph 2 or otherwise makes an incorrect use of the authorisation.

Article 24

Validity of proof of origin

1. A movement certificate EUR.1 shall be valid for four months from the date of issue in the exporting country, and must be submitted within the said period to the customs authorities of the importing country.

An invoice declaration shall be valid for four months from the date it was made out by the exporter and must be submitted within the said period to the customs authorities of the importing country.

2. Movement certificates EUR.1 and invoice declarations which are submitted to the customs authorities of the importing country after the final date for presentation specified in paragraph 1 may be accepted for the purpose of applying preferential treatment, where the failure to submit these documents by the final date set is due to reasons of *force majeure* or exceptional circumstances.

3. In other cases of belated presentation, the customs authorities of the importing country may accept the movement certificates EUR.1 or invoice declarations where the products have been submitted to them before the said final date.

Article 25

Submission of proof of origin

Movement certificates EUR.1 and invoice declarations shall be submitted to the customs authorities of the importing country in accordance with the procedures applicable in that country. The said authorities may require a translation of a movement certificate EUR.1 or an invoice declaration. They may also require the import declaration to be accompanied by a statement from the importer to the effect that the products meet the conditions required for the implementation of the Agreement.

Article 26

Importation by instalments

Where, at the request of the importer and on the conditions laid down by the customs authorities of the importing country, dismantled or non-assembled products within the meaning of general rule 2(a) of the Harmonised System falling within Sections XVI and XVII or heading Nos 7308 and 9406 of the Harmonised System are imported by instalments, a single proof of origin for such products shall be submitted to the customs authorities upon importation of the first instalment.

Article 27

Exemptions from formal proof of origin

1. Products sent as small packages from private persons to private persons or forming part of travellers' personal luggage shall be admitted as originating products without requiring the submission of a formal proof of origin, provided that such products are not imported by way of trade and have been

declared as meeting the requirements of this Protocol and where there is no doubt as to the veracity of such a declaration. In the case of products sent by post, this declaration can be made on the customs declaration C2/CP3 or on a sheet of paper annexed to that document.

2. Imports which are occasional and consist solely of products for the personal use of the recipients or travellers or their families shall not be considered as imports by way of trade if it is evident from the nature and quantity of the products that no commercial purpose is in view.

3. Furthermore, the total value of these products must not exceed ECU 500 in the case of small packages or ECU 1 200 in the case of products forming part of travellers' personal luggage.

Article 28

Preservation of proof of origin and supporting documents

1. The exporter applying for the issue of a movement certificate EUR.1 shall keep for at least three years the documents referred to in Article 18(3).

2. The exporter making out an invoice declaration shall keep for at least three years a copy of this invoice declaration as well as the documents referred to in Article 22(3).

3. The customs authorities of the exporting country issuing a movement certificate EUR.1 shall keep for at least three years the application form referred to in Article 18(2).

4. The customs authorities of the importing country shall keep for at least three years the movement certificates EUR.1 and the invoice declarations submitted to them.

Article 29

Discrepancies and formal errors

1. The discovery of slight discrepancies between the statements made in a movement certificate EUR.1, or in an invoice declaration, and those made in the documents submitted to the customs office for the purpose of carrying out the formalities for importing the products shall not *ipso facto* render the movement certificate EUR.1, or the invoice declaration, null and void if it is duly established that this document does correspond to the products submitted.

2. Obvious formal errors such as typing errors on a movement certificate EUR.1, or an invoice declaration, should not cause this document to be rejected if these errors are not such as to create doubts concerning the correctness of the statements made in this document.

Article 30

Amounts expressed in ecus

1. Amounts in the national currency of the exporting country equivalent to the amounts expressed in ecus shall be fixed by the exporting country and communicated to the other Parties.

When the amounts exceed the corresponding amounts fixed by the importing country, the latter shall accept them if the products are invoiced in the currency of the exporting country.

If the goods are invoiced in the currency of another Member State of the Community the importing State shall recognise the amount notified by the country concerned.

2. Up to and including 30 April 2000, the amounts to be used in any given national currency shall be the equivalent in that national currency of the amounts expressed in ecus as at 1 October 1994.

For each successive period of five years, the amounts expressed in ecus and their equivalents in the national currencies of the States shall be reviewed by the Association Council on the basis of the exchange rates of the ecu as at the first working day in October in the year immediately preceding that five-year period.

When carrying out this review, the Association Council shall ensure that there will be no decrease in the amounts to be used in any national currency and shall furthermore consider the desirability of preserving the effects of the limits concerned in real terms. For this purpose, it may decide to modify the amounts expressed in ecus.

TITLE VI

ARRANGEMENTS FOR ADMINISTRATIVE COOPERATION

Article 31

Communication of stamps and addresses

The customs authorities of the Member States and of Israel shall provide each other, through the Commission of the

European Communities, with specimen impressions of stamps used in their customs offices for the issue of EUR.1 certificates and with the addresses of the customs authorities responsible for issuing movement certificates EUR.1 and for verifying those certificates and invoice declarations.

Article 32

Verification of proof of origin

1. Subsequent verification of movement certificates EUR.1 and of invoice declarations shall be carried out at random or whenever the customs authorities of the importing State have reasonable doubt as to the authenticity of such documents, the originating status of the products concerned or the fulfilment of the other requirements of this Protocol.

2. For the purposes of implementing the provisions of paragraph 1, the customs authorities of the importing country shall return the movement certificate EUR.1, and the invoice, if it has been submitted, or the invoice declaration, or a copy of these documents, to the customs authorities of the exporting country giving, where appropriate, the reasons of substance or form for an inquiry.

They shall forward, in support of the request for subsequent verification, any documents and information that have been obtained suggesting that the information given on the movement certificate EUR.1 or the invoice declaration is incorrect.

3. The verification shall be carried out by the customs authorities of the exporting country. For this purpose, they shall have the right to call for any evidence and to carry out any inspection of the exporter's accounts or any other check which they consider appropriate.

4. If the customs authorities of the importing country decide to suspend the granting of preferential treatment to the products concerned while awaiting the results of the verification, they shall offer to release the products to the importer subject to any precautionary measures judged necessary.

5. The customs authorities requesting the verification shall be informed of the results of this verification within a maximum period of 10 months. These results must indicate clearly whether the documents are authentic and whether the products concerned can be considered as originating products and fulfil the other requirements of this Protocol.

Where the cumulation provisions of Article 3(2) and Article 18(4) were applied, the reply shall include a copy (copies) of

the movement certificate(s) or invoice declaration(s) relied upon.

6. If in cases of reasonable doubt there is no reply within 10 months or if the reply does not contain sufficient information to determine the authenticity of the document in question or the real origin of the products, the requesting customs authorities shall, except in the case of *force majeure* or in exceptional circumstances, refuse entitlement to the preferences.

Article 33

Dispute settlement

Where disputes arise in relation to the verification procedures of Article 32 which cannot be settled between the customs authorities requesting a verification and the customs authorities responsible for carrying out this verification or where they raise a question as to the interpretation of this Protocol, they shall be submitted to the Customs Cooperation Committee.

In all cases the settlement of disputes between the importer and the customs authorities of the importing State shall be under the legislation of the said State.

Article 34

Penalties

Penalties shall be imposed on any person who draws up, or causes to be drawn up, a document which contains incorrect information for the purpose of obtaining a preferential treatment for products.

Article 35

Free zones

1. The Member States and Israel shall take all necessary steps to ensure that products traded under cover of a movement certificate EUR.1, which in the course of transport use a free zone situated in their territory, are not substituted by other goods and that they do not undergo handling other than normal operations designed to prevent their deterioration.

2. By means of an exemption to the provisions contained in paragraph 1, when products originating in the Community or in Israel are imported into a free zone under cover of an EUR.1 certificate and undergo treatment or processing, the authorities concerned shall issue a new EUR.1 certificate at the exporter's request, if the treatment or processing undergone is in conformity with the provisions of this Protocol.

TITLE VII

CEUTA AND MELILLA*Article 36***Application of the Protocol**

1. The term 'Community' used in this Protocol does not cover Ceuta or Melilla. The term 'products originating in the Community' does not cover products originating in these zones.

2. This Protocol shall apply *mutatis mutandis* to products originating in Ceuta and Melilla, subject to particular conditions set out in Article 37.

*Article 37***Special conditions**

1. The following provisions shall apply instead of Articles 2 and 3(1) and (2) and references to these Articles shall apply *mutatis mutandis* to this Article.

2. Provided they have been transported directly in accordance with the provisions of Article 14, the following shall be considered as:

(1) products originating in Ceuta and Melilla:

- (a) products wholly obtained in Ceuta and Melilla;
- (b) products obtained in Ceuta and Melilla in the manufacture of which products other than those referred to in (a) are used, provided that:
 - (i) the said products have undergone sufficient working or processing within the meaning of Article 5 of this Protocol; or that
 - (ii) those products are originating in the Community or Israel within the meaning of this Protocol, provided that they have been submitted to working or processing which goes beyond the insufficient working or processing referred to in Article 6.

(2) products originating in Israel:

- (a) products wholly obtained in Israel;

(b) products obtained in Israel, in the manufacture of which products other than those referred to in (a) are used, provided that:

- (i) the said products have undergone sufficient working or processing within the meaning of Article 5 of this Protocol;

or that

- (ii) those products are originating in Ceuta and Melilla or the Community within the meaning of this Protocol, provided that they have been submitted to working or processing which goes beyond the insufficient working or processing referred to in Article 6.

3. Ceuta and Melilla shall be considered as a single territory.

4. The exporter or his authorised representative shall enter 'Israel' and 'Ceuta and Melilla' in box 2 of movement certificates EUR.1. In addition, in the case of products originating in Ceuta and Melilla, this shall be indicated in box 4 of movement certificates EUR.1.

5. The Spanish customs authorities shall be responsible for the application of this Protocol in Ceuta and Melilla.

TITLE VIII

FINAL PROVISIONS*Article 38***Amendments to the Protocol**

The Association Council may decide to amend the provisions of this Protocol.

*Article 39***Customs Cooperation Committee**

1. A Customs Cooperation Committee shall be set up, charged with carrying out administrative cooperation with a view to the correct and uniform application of this Protocol and with carrying out any other task in the customs field which may be entrusted to it.

2. The Committee shall be composed, on the one hand, of experts of the Member States and of officials of the department of the Commission of the European Communities who are responsible for customs questions and, on the other hand, of experts nominated by Israel.

*Article 40***Annexes**

The Annexes to this Protocol shall form an integral part thereof.

*Article 41***Implementation of the Protocol**

The Community and Israel shall each take the steps necessary to implement this Protocol.

*Article 42***Goods in transit or storage**

The provisions of the Agreement may be applied to goods which comply with the provisions of this Protocol and which on the date of entry into force of the Agreement are either in transit or are in the Community or in Israel in temporary storage, in bonded warehouses or in free zones, subject to the submission to the customs authorities of the importing State, within four months of that date, of a certificate EUR.1 endorsed retrospectively by the competent authorities of the exporting State together with the documents showing that the goods have been transported directly.

ANNEX I

INTRODUCTORY NOTES

Preliminary remarks

The rules established in the present list are only applicable to products covered by the Agreement.

Note 1

- 1.1. The first two columns in the list describe the product obtained. The first column gives the heading number, or chapter number, used in the Harmonised System and the second column gives the description of goods used in that system for that heading or chapter. For each entry in the first two columns a rule is specified in columns 3 or 4. Where, in some cases, the entry in the first column is preceded by an 'ex', this signifies that the rule in columns 3 or 4 only applies to the part of that heading or chapter as described in column 2.
- 1.2. Where several heading numbers are grouped together in column 1 or a chapter number is given and the description of product in column 2 is therefore given in general terms, the adjacent rule in columns 3 or 4 applies to all products which, under the Harmonised System, are classified within headings of the chapter or within any of the headings grouped together in column 1.
- 1.3. Where there are different rules in the list applying to different products within a heading, each indent contains the description of that part of the heading covered by the adjacent rules in column 3 or 4.
- 1.4. Where, for any entry in the first two columns, a rule is specified in both columns 3 and 4, the exporter may opt, as an alternative, to apply either the rule set out in column 3 or that set out in column 4. If no origin rule is given in column 4, the rule set out in column 3 has to be applied.

Note 2

- 2.1. The working or processing required by a rule in column 3 has to be carried out only in relation to the non-originating materials used. The restrictions contained in a rule in column 3 likewise apply only to the non-originating materials used.
- 2.2. Where a rule states that 'materials of any heading' may be used, materials of the same heading as the product may also be used, subject, however, to any specific limitations which may also be contained in the rule. However, the expression 'manufacture from materials of any heading, including other materials of heading No....' means that only materials classified in the same heading as the product of a different description than that of the product as given in column 2 of the list may be used.
- 2.3. If a product made from non-originating materials which has acquired originating status during manufacture by virtue of the change of heading rule or its own list rule is used as a material in the process of manufacture of another product, then the rule applicable to the product in which it is incorporated does not apply to it.

For example::

An engine of heading No 8407, for which the rule states that the value of the non-originating materials which may be incorporated may not exceed 40% of the ex-works price, is made from 'other alloy steel roughly shaped by forging' of heading No 7224.

If this forging has been forged in the country concerned from a non-originating ingot then the forging has already acquired origin by virtue of the rule for heading No ex 7224 in the list. It can then count as originating in the value calculation for the engine regardless of whether it was produced in the same factory or another. The value of the non-originating ingot is thus not taken into account when adding up the value of the non-originating materials used.

- 2.4. The rule in the list represents the minimum amount of working or processing required and the carrying out of more working or processing also confers originating status; conversely, the carrying out of less working or processing cannot confer origin. Thus if a rule says that non-originating material at a certain level of manufacture may be used, the use of such material at an earlier stage of manufacture is allowed and the use of such material at a later stage is not.
- 2.5. When a rule in the list specifies that a product may be manufactured from more than one material, this means that any one or more materials may be used. It does not require that all be used.

Example:

The rule for fabrics of ex Chapter 50 to Chapter 55 provides that natural fibres may be used and that chemical materials, among other materials, may also be used. This does not mean that both have to be used; it is possible to use one or the other or both.

- 2.6. Where a rule in the list specifies that a product must be manufactured from a particular material, the condition obviously does not prevent the use of other materials which, because of their inherent nature, cannot satisfy the rule. (See also note 5.2 below in relation to textiles.)

Example:

The rule for prepared food of heading No 1904 which specifically excludes the use of cereals or their derivatives does not prevent the use of mineral salts, chemicals and other additives which are not produced from cereals.

However, this does not apply to products which, although they cannot be manufactured from the particular material specified in the list, can be produced from a material of the same nature at an earlier stage of manufacture.

Example:

In the case of an article of apparel of ex Chapter 62 made from non-woven materials, if the use of only non-originating yarn is allowed for this class of article, it is not possible to start from non-woven cloth — even if non-woven cloths cannot normally be made from yarn. In such cases, the starting material would normally be at the stage before yarn — that is the fibre stage.

- 2.7. Where in a rule in the list two or more percentages are given for the maximum value of non-originating materials that can be used, then these percentages may not be added together. In other words, the maximum value of all the non-originating materials used may never exceed the highest of the percentages given. Furthermore, the individual percentages must not be exceeded in relation to the particular materials they apply to.

Note 3

- 3.1. The term 'natural fibres' is used in the list to refer to fibres other than artificial or synthetic fibres and is restricted to the stages before spinning takes place, including waste, and, unless otherwise specified, the term 'natural fibres' includes fibres that have been carded, combed or otherwise processed but not spun.
- 3.2. The term 'natural fibres' includes horsehair of heading No 0503, silk of heading Nos 5002 and 5003 as well as the wool fibres, fine or coarse animal hair of heading Nos 5101 to 5105, the cotton fibres of heading Nos 5201 to 5203 and the other vegetable fibres of heading Nos 5301 to 5305.
- 3.3. The terms 'textile pulp', 'chemical materials' and 'paper-making materials' are used in the list to describe the materials not classified in Chapters 50 to 63, which can be used to manufacture artificial, synthetic or paper fibres or yarns.
- 3.4. The term 'man-made staple fibres' is used in the list to refer to synthetic or artificial filament tow, staple fibres or waste, of headings Nos 5501 to 5507.

Note 4

- 4.1. Where for a given product in the list a reference is made to this note, the conditions set out in column 3 shall not be applied to any basic textile materials used in the manufacture of this product, which, taken together, represent 10% or less of the total weight of all the basic textile materials used (See also notes 4.3 and 4.4).
- 4.2. However, this tolerance may only be applied to mixed products which have been made from two or more basic textile materials.

The following are the basic textile materials:

- silk
- wool
- coarse animal hair
- fine animal hair
- horsehair
- cotton
- paper-making materials and paper
- flax
- true hemp
- jute and other textile bast fibres
- sisal and other textile fibres of the genus *Agave*
- coconut, abaca, ramie and other vegetable textile fibres
- synthetic man-made filaments
- artificial man-made filaments
- synthetic man-made staple fibres
- artificial man-made staple fibres.

Example:

A yarn of heading No 5205 made from cotton fibres of heading No 5203 and synthetic staple fibres of heading No 5506 is a mixed yarn. Therefore, non-originating synthetic staple fibres that do not satisfy the origin rules (which require manufacture from chemical materials or textile pulp) may be used up to a weight of 10% of the yarn.

Example:

A woollen fabric of heading No 5112 made from woollen yarn of heading No 5107 and synthetic yarn of staple fibres of heading No 5509 is a mixed fabric. Therefore synthetic yarn which does not satisfy the origin rules (which require manufacture from chemical materials or textile pulp) or woollen yarn that does not satisfy the origin rules (which require manufacture from natural fibres, not carded or combed or otherwise prepared for spinning) or a combination of the two may be used up to a weight of 10% of the fabric.

Example:

Tufted textile fabric of heading No 5802 made from cotton yarn of heading No 5205 and cotton fabric of heading No 5210 is only a mixed product if the cotton fabric is itself a mixed fabric being made from yarns classified in two separate headings or if the cotton yarns used are themselves mixtures.

Example:

If the tufted textile fabric concerned had been made from cotton yarn of heading No 5205 and synthetic fabric of heading No 5407, then, obviously, the yarns used are two separate basic textile materials and the tufted textile fabric is accordingly a mixed product.

Example:

A carpet with tufts made from both artificial yarns and cotton yarns and with a jute backing is a mixed product because three basic textile materials are used. Thus, any non-originating materials that are at a later stage of manufacture than the rule allows may be used, provided their total weight taken together does not exceed 10% of the weight of the textile materials in the carpet. Thus, both the jute backing and/or the artificial yarns could be imported at that stage of manufacture, provided the weight conditions are met.

- 4.3. In the case of fabrics incorporating 'yarn made of polyurethane segmented with flexible segments of polyether whether or not gimped' this tolerance is 20% in respect of this yarn.
- 4.4. In the case of fabrics incorporating strip consisting of a core of aluminium foil or of a core of plastic film whether or not coated with aluminium powder, of a width not exceeding 5 mm, sandwiched by means of an adhesive between two films of plastic film, this tolerance is 30% in respect of this strip.

Note 5

- 5.1. In the case of those textile products which are marked in the list by a footnote referring to this note, textile materials with the exception of linings and interlinings which do not satisfy the rule set out in the list in column 3 for the made-up products concerned may be used provided that they are classified in a heading other than that of the product and that their value does not exceed 8% of the ex-works price of the product.
- 5.2. Materials which are not classified within Chapters 50 to 63 may be used freely, whether or not they contain textiles.

Example:

If a rule in the list provides that for a particular textile item, such as trousers, yarn must be used, this does not prevent the use of metal items, such as buttons, because buttons are not classified within Chapters 50 to 63. For the same reason, it does not prevent the use of slide-fasteners even though slide-fasteners normally contain textiles.

- 5.3. Where a percentage rule applies, the value of materials which are not classified within Chapters 50 to 63 must be taken into account when calculating the value of the non-originating materials incorporated.

Note 6

- 6.1. For the purposes of heading Nos ex 2707, 2713 to 2715, ex 2901, ex 2902 and ex 3403, the 'specific processes' are the following:
 - (a) vacuum distillation;
 - (b) redistillation by a very thorough fractionation process⁽¹⁾;
 - (c) cracking;
 - (d) reforming;
 - (e) extraction by means of selective solvents;
 - (f) the process comprising all the following operations: processing with concentrated sulphuric acid, oleum or sulphuric anhydride; neutralisation with alkaline agents; decolorisation and purification with naturally active earth, activated earth, activated charcoal or bauxite;
 - (g) polymerisation;
 - (h) alkylation;
 - (i) isomerisation.

⁽¹⁾ See additional explanatory note 4(b) to Chapter 27 of the Combined Nomenclature.

- 6.2. For the purposes of heading Nos 2710, 2711 and 2712, the 'specific processes' are the following:
- (a) vacuum distillation;
 - (b) redistillation by a very thorough fractionation process;
 - (c) cracking;
 - (d) reforming;
 - (e) extraction by means of selective solvents;
 - (f) the process comprising all the following operations: processing with concentrated sulphuric acid (*oleum*) or sulphuric anhydride; neutralisation with alkaline agents; decolorisation and purification with naturally active earth, activated earth, activated charcoal or bauxite;
 - (g) polymerisation;
 - (h) alkylation;
 - (i) isomerisation;
 - (k) (in respect of heavy oils falling within heading No ex 2710 only) desulphurisation with hydrogen resulting in a reduction of at least 85% of the sulphur content of the products processed (ASTM D 1266-59 T method);
 - (l) (in respect of products falling within heading No 2710 only) deparaffining by a process other than filtering;
 - (m) (in respect of heavy oils falling within heading No ex 2710 only) treatment with hydrogen at a pressure of more than 20 bar and a temperature of more than 250°C with the use of a catalyst, other than to effect desulphurisation, when the hydrogen constitutes an active element in a chemical reaction. The further treatment with hydrogen of lubricating oils of heading No ex 2710 (e.g. hydrofinishing or decolorisation) in order, more especially, to improve colour or stability shall not, however, be deemed to be a specific process;
 - (n) (in respect of fuel oils falling within heading No ex 2710 only) atmospheric distillation, on condition that less than 30% of these products distils, by volume, including losses, at 300°C by the ASTM D 86 method;
 - (o) (in respect of heavy oils other than gas oils and fuel oils falling within heading No ex 2710 only) treatment by means of a high-frequency electrical brush-discharge.
- 6.3. For the purposes of heading Nos ex 2707, 2713 to 2715, ex 2901, ex 2902 and ex 3403, simple operations such as cleaning, decanting, desalting, water separation, filtering, colouring, marking obtaining a sulphur content as a result of mixing products with different sulphur contents, any combination of these operations or like operations do not confer origin.
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ANNEX II

LIST OF WORKING OR PROCESSING REQUIRED TO BE CARRIED OUT ON NON-ORIGINATING MATERIALS IN ORDER THAT THE PRODUCT MANUFACTURED CAN OBTAIN ORIGINATING STATUS

| HS heading No | Description of product | Working or processing carried out on non-originating materials that confers originating status | |
|---------------|--|--|--------|
| (1) | (2) | (3) | or (4) |
| Chapter 01 | Live animals | (¹) | |
| ex Chapter 02 | Meat and edible meat offal; except for heading Nos 0201, 0202, 0206 and 0210 for which the rules are set out below | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 0201 | Meat of bovine animals, fresh or chilled | Manufacture from materials of any heading except meat of bovine animals, frozen of heading No 0202 | |
| 0202 | Meat of bovine animals, frozen | Manufacture from materials of any heading except meat of bovine animals, fresh or chilled of heading No 0201 | |
| 0206 | Edible offal of bovine animals, swine, sheep, goats, horses, asses, mules or hinnies, fresh, chilled or frozen | Manufacture from materials of any heading except carcasses of headings Nos 0201 to 0205 | |
| 0210 | Meat and edible meat offal, salted, in brine, dried or smoked; edible flours and meals of meat or meat offal | Manufacture from materials of any heading except meat and offal of heading Nos 0201 to 0206 and 0208 or poultry liver of heading No 0207 | |
| ex Chapter 03 | Live fish and crustaceans, live molluscs and other aquatic invertebrates | (¹) | |
| 0302 to 0305 | Fish, other than live fish | Manufacture in which all the materials of Chapter 3 used must be wholly obtained | |
| ex 0306 | Crustaceans, except live crustaceans | Manufacture in which all the materials of Chapter 3 used must be wholly obtained | |

(¹) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|--------------------|---|---|--------|
| ex 0307 | Molluscs; aquatic invertebrates other than crustaceans and molluscs except live molluscs | Manufacture in which all the materials of Chapter 3 used must be wholly obtained | |
| ex Chapter 04 | Dairy produce except for heading Nos 0402, 0403, 0404 to 0406; edible products of animal origin, not elsewhere specified or included | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 0402, 0404 to 0406 | Dairy products | Manufacture from materials of any heading except milk or cream of heading Nos 0401 or 0402 | |
| 0403 | Buttermilk, curdled milk and cream, yogurt, <i>kephir</i> and other fermented or acidified milk and cream, whether or not concentrated or containing added sugar or other sweetening matter or flavoured or containing added fruit or cocoa | Manufacture in which: <ul style="list-style-type: none"> — all the materials of Chapter 4 used must be wholly obtained — any fruit juice (except those of pineapple, lime or grapefruit) of heading No 2009 used must be wholly obtained, and — the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| 0407 | Birds' eggs, in shell, fresh, preserved or cooked | (1) | |
| 0408 | Birds' eggs, not in shell and egg yolks, fresh, dried, cooked, by steaming or by boiling in water, moulded, frozen or otherwise preserved, whether or not containing added sugar or other sweetening matter | Manufacture from materials of any heading except birds' eggs of heading No 0407 | |
| 0409 | Natural honey | (1) | |
| ex Chapter 05 | Products of animal origin, not elsewhere specified or included except for heading Nos ex 0502 and ex 0506 for which the rules are set out below | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 0502 | Prepared pigs', hogs' or boars' bristles and hair | Cleaning, disinfecting, sorting and straightening of bristles and hair | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|-----------------------|---|--|--------|
| ex 0506 | Bones and horn-cores unworked | Manufacture in which all the materials of Chapter 2 used must be wholly obtained | |
| Chapter 06 | Vegetable products | (1) | |
| ex Chapter 07 | Edible vegetables and certain roots and tubers except for heading Nos 0710 to 0713 for which the rules are set out below | (1) | |
| ex 0710 to ex 0713 | Edible vegetables, frozen or dried, provisionally preserved except for heading Nos ex 0710 and ex 0711 for which the rules are set out below | Manufacture in which all the vegetable materials used must be wholly obtained | |
| ex 0710 | Sweetcorn (uncooked or cooked by steaming or boiling in water), frozen | Manufacture from fresh or chilled sweetcorn | |
| ex 0711 | Sweetcorn, provisionally preserved | Manufacture from fresh or chilled sweetcorn | |
| ex Chapter 08 | Edible fruit and nuts; peel of citrus fruits or melons except for heading Nos 0811, 0812, 0813 and 0814 for which the rules are set out below | (1) | |
| 0811 | Fruit and nuts, uncooked or cooked by steaming or boiling in water, frozen, whether or not containing added sugar or other sweetening matter: | | |
| | — Containing added sugar | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the value of the ex-works price of the product | |
| | — Other | Manufacture in which all the fruit or nuts used must be wholly obtained | |
| 0812 | Fruit and nuts provisionally preserved (for example, by sulphur dioxide gas, in brine, in sulphur water or in other preservative solutions), but unsuitable in that state for immediate consumption | Manufacture in which all the fruit or nuts used must be wholly obtained | |
| 0813 | Fruit, dried, other than that of heading Nos 0801 to 0806; mixtures of nuts or dried fruits of this chapter | Manufacture in which all the fruit or nuts used must be wholly obtained | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|---------------|---|--|--------|
| 0814 | Peel of citrus fruit or melons (including water-melons), fresh, frozen, dried or provisionally preserved in brine, in sulphur water or in other preservative solutions | Manufacture in which all the fruit or nuts used must be wholly obtained | |
| ex Chapter 09 | Coffee, tea, maté and spices, excluding the mixtures of spice of heading No 0910 for which the rules are set out below | (1) | |
| ex 0910 | Mixtures referred to in note 1(b) to this chapter | Manufacture in which all materials used are classified within a heading other than that of the product | |
| Chapter 10 | Cereals | (1) | |
| ex Chapter 11 | Products of the milling industry; malt, starches; inulin; wheat gluten, except for heading No ex 1106 for which the rule is set out below | Manufacture in which all the cereals, edible vegetables, roots and tubers of heading No 0714 or fruit used must be wholly obtained | |
| ex 1106 | Flour and meal of the dried, shelled leguminous vegetables of heading No 0713 | Drying and milling of leguminous vegetables of heading No 0708 | |
| ex Chapter 12 | Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder; excluding flours and meals of oil seeds or oleaginous fruits, other than those of mustard for which the rule is set out below | (1) | |
| 1208 | Flours and meals of oil seeds or oleaginous fruits, other than those of mustard | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 13 | Lac; gums, resins and other vegetable saps and extracts except for heading No 1301 for which the rule is set out below | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 1301 | Lac; natural gums, resins, gum-resins and balsams | Manufacture in which the value of any materials of heading No 1301 used may not exceed 50% of the ex-works price of the product | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|---------------|--|--|--------|
| Chapter 14 | Vegetable planting materials; vegetable products not elsewhere specified or included | (1) | |
| ex Chapter 15 | Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animal or vegetable waxes except for heading Nos 1501, 1502, 1504, ex 1505, 1506, ex 1507 to 1515, ex 1516, ex 1517 and ex 1519 for which the rules are set out below | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 1501 | Lard, other pig fat and poultry fat, rendered, whether or not pressed or solvent-extracted: | | |
| | — Fats from bones or waste | Manufacture from materials of any heading except those of heading Nos 0203, 0206 or 0207 or bones of heading No 0506 | |
| | — Other | Manufacture from meat or edible offal of swine of heading Nos 0203 or 0206 or of meat and edible offal of poultry of heading No 0207 | |
| 1502 | Fats of bovine animals; sheep or goats, raw or rendered, whether or not pressed or solvent-extracted; | | |
| | — Fats from bones or waste | Manufacture from materials of any heading except those of heading Nos 0201, 0202, 0204 or 0206 or bones of heading No 0506 | |
| | — Other | Manufacture in which all the animal materials of Chapter 2 used must be wholly obtained | |
| 1504 | Fats and oils and their fractions, of fish or marine mammals, whether or not refined, but not chemically modified: | | |
| | — Solid fractions of fish oils and fats and oils of marine mammals | Manufacture from materials of any heading including other materials of heading No 1504 | |
| | — Other | Manufacture in which all the animal materials of Chapters 2 and 3 used must be wholly obtained | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|-----------------|---|--|--------|
| ex 1505 | Refined lanolin | Manufacture from crude wool grease of heading No 1505 | |
| 1506 | Other animals fats and oils and their fractions, whether or not refined, but not chemically modified: | | |
| | — Solid fractions | Manufacture from materials of any heading including other materials of heading No 1506 | |
| | — Other | Manufacture in which all the animal materials of Chapter 2 used must be wholly obtained | |
| ex 1507 to 1515 | Fixed vegetable oils and their fractions, whether or not refined, but not chemically modified: | | |
| | — Solid fractions, except for that of jojoba oil | Manufacture from other materials of heading Nos 1507 to 1515 | |
| | — Other, except for: | Manufacture in which all the vegetable materials used must be wholly obtained | |
| | — Lung oil; myrtle wax and Japan wax | | |
| | — Those for technical or industrial uses other than the manufacture of foodstuffs for human consumption | | |
| ex 1516 | Animal or vegetable fats and oils and their fractions, re-esterified, whether or not refined but not further prepared | Manufacture in which all the animal and vegetable materials used must be wholly obtained | |
| ex 1517 | Edible liquid mixtures of vegetable oils of heading Nos 1507 to 1515 | Manufacture in which all the vegetable materials used must be wholly obtained | |
| ex 1519 | Industrial fatty alcohols having the character of artificial waxes | Manufacture from materials of any heading including fatty acids of heading No 1519 | |
| 1601 | Sausages and similar products, of meat, meat offal or blood; food preparations based on these products | Manufacture from animals of Chapter 1 | |

| (1) | (2) | (3) | or (4) |
|---------|--|---|--------|
| 1602 | Other prepared or preserved meat, meat offal or blood | Manufacture from animals of Chapter 1 | |
| 1603 | Extracts and juices of meat, fish or crustaceans, molluscs or other aquatic invertebrates | Manufacture from animals of Chapter 1. However, all fish, crustaceans, molluscs or other aquatic invertebrates used must be wholly obtained | |
| 1604 | Prepared or preserved fish; caviar and caviar substitutes prepared from fish eggs | Manufacture in which all the fish or fish eggs used must be wholly obtained | |
| 1605 | Crustaceans, molluscs and other aquatic invertebrates, prepared or preserved | Manufacture in which all the crustaceans, molluscs or other aquatic invertebrates used must be wholly obtained | |
| ex 1701 | Cane or beet sugar and chemically pure sucrose, in solid form not containing added flavouring or colouring matter | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 1701 | Cane or beet sugar and chemically pure sucrose, in solid form, flavoured or coloured | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the products | |
| 1702 | Other sugars, including chemically pure lactose, maltose, glucose and fructose, in solid form; sugar syrups not containing added flavouring or colouring matter; artificial honey, whether or not mixed with natural honey; caramel: | | |
| | — Chemically pure maltose and fructose | Manufacture from materials of any heading including other materials of heading No 1702 | |
| | — Other sugars in solid form, flavoured or coloured | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| — Other | Manufacture in which all the materials used must already be originating | | |

| (1) | (2) | (3) | or (4) |
|---------------|---|---|--------|
| ex 1703 | Molasses resulting from the extraction or refining of sugar, flavoured or coloured | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| ex 1703 | Molasses resulting from the extraction or refining of sugar, not containing added flavouring or colouring matters | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 1704 | Sugar confectionery (including white chocolate), not containing cocoa | Manufacture in which all the materials used are classified within a heading other than that of the product, provided the value of any other materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| ex Chapter 18 | Cocoa and cocoa preparations except for heading Nos 1801 and 1806 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 1801 | Cocoa beans, whole or broken, raw or roasted | (1) | |
| 1806 | Chocolate and other food preparations containing cocoa | Manufacture in which all the materials used are classified within a heading other than that of the product, provided the value of any other materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| 1901 | Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 50%, not elsewhere specified or included; food preparations of goods of heading Nos 0401 to 0404, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 10%, not elsewhere specified or included: | | |
| | — Malt extract | Manufacture from cereals of Chapter 10 | |
| | — Other | Manufacture in which all the materials used are classified within a heading other than that of the product, provided the value of any other materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|------|--|---|--------|
| 1902 | Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared | Manufacture in which all the cereals, (except durum wheat), meat, meat offal, fish, crustaceans or molluscs used must be wholly obtained | |
| 1903 | Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or in similar forms | Manufacture from materials of any heading except potato starch of heading No 1108 | |
| 1904 | <p>Prepared foods obtained by the swelling or roasting of cereals or cereal products (for example, cornflakes); cereals, other than maize (corn), in grain form, pre-cooked or otherwise prepared;</p> <p>— Not containing cocoa</p> <p>— Containing cocoa</p> | <p>Manufacture in which:</p> <p>— all the cereals and flour (except maize of the species <i>Zea indurata</i> and durum wheat and their derivatives) used must be wholly obtained</p> <p>— the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product</p> <p>Manufacture from materials not classified in heading No 1806, provided the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product</p> | |
| 1905 | Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products | Manufacture from materials of any heading, except those of Chapter 11 | |
| 2001 | Vegetables, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid | Manufacture in which all the fruit, nuts or vegetables used must be wholly obtained | |

| (1) | (2) | (3) | or (4) |
|---------------|---|---|--------|
| 2002 | Tomatoes prepared or preserved otherwise than by vinegar or acetic acid | Manufacture in which all the tomatoes used must be wholly obtained | |
| 2003 | Mushrooms and truffles, prepared or preserved otherwise than by vinegar or acetic acid | Manufacture in which all the mushrooms or truffles used must be wholly obtained | |
| 2004 and 2005 | Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen or not frozen | Manufacture in which all the vegetables used must be wholly obtained | |
| 2006 | Fruit, nuts, fruit-peel and other parts of plants, preserved by sugar (drained, glacé or crystallised) | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| 2007 | Jams, fruit jellies, marmalades, fruit or nut purée and fruit or nut pastes, being cooked preparations, whether or not containing added sugar or other sweetening matter | Manufacture in which the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| 2008 | Fruit, nuts and other edible parts of plants otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included: | | |
| | — Fruit and nuts cooked otherwise than by steaming or boiling in water, not containing added sugar, frozen | Manufacture in which all the fruit and nuts used must be wholly obtained | |
| | — Nuts, not containing added sugar or spirit | Manufacture in which the value of the originating nuts and oil seeds of heading Nos 0801, 0802 and 1202 to 1207 used exceeds 60% of the ex-works price of the product | |
| — Other | Manufacture in which all the materials used are classified in a heading other than that of the product, provided the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|--------|
| ex 2009 | Vegetable juices unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 2009 | Fruit juices (including grape must), unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter | Manufacture in which all the materials used are classified in a heading other than that of the product, provided the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product | |
| ex Chapter 21 | Miscellaneous edible preparations except for heading Nos ex 2101, ex 2103, 2104 and ex 2106 for which the rules are set out below | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 2101 | Roasted chicory and extracts, essences and concentrates thereof | Manufacture in which all the chicory used must be wholly obtained | |
| ex 2103 | Sauces and preparations therefor; mixed condiments and mixed seasonings | Manufacture in which all the materials used are classified within a heading other than that of the product. However, mustard flour or meal or prepared mustard may be used | |
| | — Prepared mustard | Manufacture from mustard flour or meal | |
| ex 2104 | — Soups and broths and preparations therefor | Manufacture from materials of any heading, except prepared or preserved vegetables of heading Nos 2002 to 2005 | |
| | — Homogenised composite food preparations | The rule for the heading in which the product would be classified in bulk shall apply | |
| ex 2106 | Sugar syrups, flavoured or coloured | Manufacture in which the value of any materials of Chapter 17 used must not exceed 30% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---|---|---|--------|
| ex Chapter 22 | Beverages, spirits and vinegar except from heading Nos 2201, 2202, ex 2204, 2205, ex 2207, ex 2208 and ex 2209, for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 2201 | Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter not flavoured; ice and snow | Manufacture in which all the water used must be wholly obtained | |
| 2202 | Waters, including mineral waters and aerated waters, containing added sugar or other non-alcoholic beverages, not including fruit or vegetable juices of heading No 2009 | Manufacture in which all the materials used are classified in a heading other than that of the product, provided the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product and any fruit juice used (except for pineapple, lime and grapefruit juices) must be wholly obtained | |
| ex 2204 | Wine of fresh grapes, including fortified wines, and grape must with the addition of alcohol The following, containing grape materials: | Manufacture from other grape must | |
| 2205, ex 2207, ex 2208 and ex 2209 | Vermouth and other wine of fresh grapes flavoured with plants or aromatic substances; ethyl alcohol and other spirits, denatured or not; spirits, liqueurs and other spirituous beverages; compound alcohol preparations of a kind used for the manufacture of beverages; vinegar | Manufacture from materials of any heading, except grapes or any material derived from grapes | |
| ex 2208 | Whiskies of an alcoholic strength by volume of less than 50% vol | Manufacture in which the value of any cereal based spirits used does not exceed 15% of the ex-works price of the product | |
| ex Chapter 23 | Residues and waste from the food industries; prepared animal fodder, except for heading Nos ex 2303, ex 2306 and 2309 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|--|--|--------|
| ex 2303 | Residues from the manufacture of starch from maize (excluding concentrated steeping liquors), of a protein content, calculated on the dry product, exceeding 40% by weight | Manufacture in which all the maize used must be wholly obtained | |
| ex 2306 | Oil cake and other solid residues resulting from the extraction of olive oil, containing more than 3% of olive oil | Manufacture in which all the maize used must be wholly obtained | |
| 2309 | Preparations of a kind used in animal feeding | Manufacture in which all the cereals, sugar or molasses, must or milk used must be wholly obtained | |
| 2401 | Unmanufactured tobacco; tobacco refuse: | (1) | |
| 2402 | Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes | Manufacture in which at least 70% by weight of the unmanufactured tobacco refuse of heading No 2401 used must be wholly obtained | |
| ex 2403 | Smoking tobacco | Manufacture in which at least 70% by weight of the unmanufactured tobacco refuse of heading No 2401 used must be wholly obtained | |
| ex 2403 | Other manufactured tobacco and manufactured substitutes 'homogenised' or 'reconstituted' tobacco; tobacco extracts and essences | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 25 | Salt; sulphur; earths and stone; plastering materials; lime and cement; except for heading Nos ex 2504, ex 2515, ex 2516, ex 2518, ex 2519, ex 2520, ex 2524, ex 2525 and ex 2530 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 2504 | Natural crystalline graphite, with enriched carbon content, purified and ground | Enriching of the carbon content, purifying and grinding of crude crystalline graphite | |

(1) For these products the 'wholly obtained' criteria, described in Article 4 is always applied.

| (1) | (2) | (3) | or (4) |
|------------|---|--|--------|
| ex 2515 | Marble, merely cut by sawing or otherwise into blocks or slabs of a rectangular (including square) shape, of a thickness not exceeding 25 cm | Cutting, by sawing or otherwise, of marble (even if already sawn) of a thickness exceeding 25 cm | |
| ex 2516 | Granite, porphyry, basalt, sandstone and other monumental and building stone, merely cut by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape, of a thickness not exceeding 25 cm | Cutting, by sawing or otherwise, of stone (even if already sawn) of a thickness exceeding 25 cm | |
| ex 2518 | Calcined dolomite | Calcination of dolomite not calcined | |
| ex 2519 | Crushed natural magnesium carbonate (magnesite), in hermetically sealed containers, and magnesium oxide, whether or not pure, other than fused magnesia or dead burned (sintered) magnesia | Manufacture in which all the materials used are classified within a heading other than that of the product. However, natural magnesium carbonate (magnesite) may be used | |
| ex 2520 | Plasters specially prepared for dentistry | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 2524 | Natural asbestos fibres | Manufacture from asbestos concentrate | |
| ex 2525 | Mica powder | Grinding of mica or mica waste | |
| ex 2530 | Earth colours, calcined or powdered | Calcination or grinding of earth colours | |
| Chapter 26 | Ores, slag and ash | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| Chapter 27 | Mineral fuels, mineral oils and products of their distillation; bituminous substances; mineral waxes; except for heading Nos ex 2707 and 2709 to 2715 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|---|---|---|
| ex 2707 | Oils in which the weight of the aromatic constituents exceeds that of the non-aromatic constituents, being oils similar to mineral oils obtained by distillation of high temperature coal tar, of which more than 65% by volume distils at a temperature of up to 250°C (including mixtures of petroleum spirit and benzole), for use as power or heating fuels | Operations of refining and/or one or more specific process(es) ⁽¹⁾ Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product | |
| ex 2709 | Crude oils obtained from bituminous minerals | Destructive distillation of bituminous materials | |
| 2710 to 2712 | Petroleum oils and oils obtained from bituminous materials, other than crude; preparations not elsewhere specified or included, containing by weight 70% or more of petroleum oils or of oils obtained from bituminous materials, these oils being the basic constituents of the preparations | Operations of refining and/or one or more specific process(es) ⁽¹⁾ Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product | |
| | Petroleum gases and other gaseous hydrocarbons | | |
| | Petroleum jelly, paraffin wax, microcrystalline petroleum wax, slack wax, ozokerite, lignite wax, peat wax, other mineral waxes and similar products obtained by synthesis or by other processes, whether or not coloured | | |
| 2713 to 2715 | Petroleum coke, petroleum bitumen and other residues of petroleum oils or of oils obtained from bituminous materials | Operations of refining and/or one or more specific process(es) ⁽¹⁾ | |
| | Bitumen and asphalt, natural; bituminous or oil shale and tar sands; asphaltites and asphaltic rocks | Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product | |
| | Bituminous mixtures based on natural asphalt, on natural bitumen, on petroleum bitumen, on mineral tar or on mineral tar pitch | | |
| ex Chapter 28 | Inorganic chemicals; organic or inorganic compounds of precious metals, of rare-earth metals, of radioactive elements or of isotopes; except for heading Nos ex 2805, ex 2811, ex 2833 and ex 2840 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

⁽¹⁾ See introductory note 6 of Annex I.

| (1) | (2) | (3) | or (4) |
|---------------|--|--|---|
| ex 2805 | <i>Mischmetall</i> | Manufacture by electrolytic or thermal treatment in which the value of all the materials used does not exceed 20% of the ex-works price of the product | |
| ex 2811 | Sulphur trioxide | Manufacture from sulphur dioxide | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 2833 | Aluminium sulphate | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 2840 | Sodium perborate | Manufacture from disodium tetraborate pentahydrate | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 29 | Organic chemicals; except for heading Nos ex 2901, ex 2902, ex 2905, 2915, 2932, 2933 and 2934, for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 2901 | Acyclic hydrocarbons for use as power or heating fuels | Operations of refining and/or one or more specific process(es) ⁽¹⁾ | |
| | | Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product | |
| ex 2902 | Cyclanes and cyclenes (other than azulenes), benzene, toluene, xylenes, for use as power or heating fuels | Operations of refining and/or one or more specific process(es) ⁽¹⁾ | |
| | | Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product | |
| ex 2905 | Metal alcoholates of alcohols of this heading and of ethanol or glycerol | Manufacture from materials of any heading, including other materials of heading No 2905. However, metal alcoholates of this heading may be used, provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

⁽¹⁾ See introductory note 6 of Annex I.

| (1) | (2) | (3) | or (4) |
|---------------|---|---|--|
| 2915 | Saturated acyclic monocarboxylic acids and their anhydrides, halides, peroxides and peroxyacids; their halogenated, sulphonated, nitrated or nitrosated derivatives | Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2915 and 2916 used may not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 2932 | <p>Heterocyclic compounds with oxygen hetero-atom(s) only:</p> <p>— Internal ethers and their halogenated, sulphonated, nitrated or nitrosated derivatives</p> <p>— Cyclic acetals and internal hemiacetals and their halogenated, sulphonated, nitrated or nitrosated derivatives</p> <p>— Other</p> | <p>Manufacture from materials of any heading. However, the value of all the materials of heading No 2909 used may not exceed 20% of the ex-works price of the product</p> <p>Manufacture from materials of any heading</p> <p>Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product</p> | <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> |
| 2933 | Heterocyclic compounds with nitrogen hetero-atom(s) only: nucleic acids and their salts | Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2932 and 2933 used may not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 2934 | Other heterocyclic compounds | Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2932, 2933 and 2934 used may not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 30 | Pharmaceutical products; except for heading Nos 3002, 3003 and 3004, for which the rules are set out below; | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------|---|---|--------|
| 3002 | <p>Human blood; animal blood prepared for therapeutic, prophylactic or diagnostic uses; antisera and other blood fractions; vaccines, toxins, cultures of micro-organisms (excluding yeasts) and similar products:</p> <p>— Products consisting of two or more constituents which have been mixed together for therapeutic or prophylactic uses or unmixed products for these uses, put up in measured doses or in forms or packings for retail sale</p> <p>— Other:</p> <p>— — Human blood</p> <p>— — Animal blood prepared for therapeutic or prophylactic uses</p> <p>— — Blood fractions other than antisera, haemoglobin and serum globulin</p> <p>— — Haemoglobin, blood globulin and serum globulin</p> <p>— — Other</p> | <p>Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20% of the ex-works price of the product</p> <p>Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20% of the ex-works price of the product</p> <p>Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20% of the ex-works price of the product</p> <p>Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20% of the ex-works price of the product</p> <p>Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20% of the ex-works price of the product</p> | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|---|
| 3003 and 3004 | Medicaments (excluding goods of heading Nos 3002, 3005 and 3006) | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product. However, materials of heading Nos 3003 or 3004 may be used provided their value, taken together, does not exceed 20% of the ex-works price of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 31 | Fertilisers; except for heading No ex 3105, for which the rule is set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3105 | Mineral or chemical fertilisers containing two or three of the fertilising elements nitrogen, phosphorous and potassium; other fertilisers; goods of this Chapter, in tablets or similar forms or in packages of a gross weight not exceeding 10 kg, except for: <ul style="list-style-type: none"> — Sodium nitrate — Calcium cyanamide — Potassium sulphate — Magnesium potassium sulphate | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 32 | Tanning or dyeing extracts; tannins and their derivatives; dyes, pigments and other colouring matter; paints and varnishes; putty and other mastics; inks, except for: | Manufacture in which all the materials used are classified within a heading other than that of the product. However materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3201 | Tannins and their salts, esters, ethers, and other derivatives | Manufacture from tanning extracts of vegetable origin | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------------|--|--|---|
| 3205 | Colour lakes; preparations as specified in note 3 to this Chapter based on colour lakes ⁽¹⁾ | Manufacture from materials of any heading, except heading Nos 3203, 3204 and 3205. However, materials from heading No 3205 may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 33 | Essential oils and resinoids; perfumery, cosmetic or toilet preparations; except for heading No 3301, for which the rule is set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 3301 | Essential oils (terpeneless or not), including concretes and absolutes; resinoids; concentrates of essential oils in fats, in fixed oils, in waxes or the like, obtained by enfleurage or maceration; terpenic by-products of the deterpenation of essential oils; aqueous distillates and aqueous solutions of essential oils | Manufacture from materials of any heading, including materials of a different 'group' ⁽²⁾ in this heading. However, materials of the same group may be used, provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 34 | Soap, organic surface-active agents, washing preparations, lubricating preparations, artificial waxes, prepared waxes, polishing or scouring preparations, candles and similar articles, modelling pastes, 'dental waxes' and dental preparations with a basis of plaster; except for heading Nos ex 3403 and 3404, for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3403 | Lubricating preparations containing petroleum oils or oils obtained from bituminous minerals, provided they represent less than 70% by weight | Operations of refining and/or one or more specific process(es) ⁽³⁾ Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product. | |

⁽¹⁾ Note 3 to Chapter 32 says that these preparations are those of a kind used for colouring any material or used as ingredients in the manufacturing of colouring preparations, provided they are not classified in another heading in Chapter 32.

⁽²⁾ A 'group' is regarded as any part of the heading separated from the rest by a semi-colon.

⁽³⁾ See introductory note 6 of Annex I.

| (1) | (2) | (3) | or (4) |
|---------------|--|--|--|
| 3404 | <p>Artificial waxes and prepared waxes:</p> <p>— Artificial waxes and prepared waxes with a basis of paraffin, petroleum waxes, waxes obtained from bituminous minerals, slack wax or scale wax</p> <p>— Other</p> | <p>Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product</p> <p>Manufacture from materials of any heading, except:</p> <p>— hydrogenated oils having the character of waxes of heading No 1516</p> <p>— fatty acids not chemically defined or industrial fatty alcohols having the character of waxes of heading No 1519</p> <p>— materials of heading No 3404</p> <p>However, these materials may be used provided their value does not exceed 20% of the ex-works price of the product</p> | <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> |
| ex Chapter 35 | <p>Albuminoidal substances; modified starches; glues; enzymes; except for heading Nos 3505 and ex 3507, for which the rules are set out below:</p> | <p>Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product</p> | |
| 3505 | <p>Dextrins and other modified starches (for example, pregelatinised or esterified starches); glues based on starches, or on dextrins or other modified starches:</p> <p>— Starch ethers and esters</p> <p>— Other</p> | <p>Manufacture from materials of any heading, including other materials of heading 3505</p> <p>Manufacture from materials of any heading, except those of heading No 3505</p> | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|---|
| ex 3507 | Prepared enzymes not elsewhere specified or included | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| Chapter 36 | Explosives; pyrotechnic products; matches; pyrophoric alloys; certain combustible preparations | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 37 | Photographic or cinematographic goods; except for heading Nos 3701, 3702 and 3704, for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 3701 | Photographic plates and film in the flat, sensitised, unexposed, of any material other than paper, paperboard or textiles; instant print film in the flat, sensitised, unexposed, whether or not in packs: | | |
| | — Instant print film for colour photography, in packs | Manufacture in which all the materials used are classified within a heading other than heading Nos 3701 or 3702. However, materials from heading No 3702 may be used provided their value does not exceed 30% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| | — Other | Manufacture in which all the materials used are classified within a heading other than heading Nos 3701 or 3702. However, materials from heading No 3701 and 3702 may be used provided their value taken together, does not exceed 30% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 3702 | Photographic film in rolls, sensitised, unexposed, of any material other than paper, paperboard or textiles; instant print film in rolls, sensitised, unexposed | Manufacture in which all the materials used are classified within a heading other than heading Nos 3701 or 3702 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------------|---|--|--|
| 3704 | Photographic plates, film paper, paperboard and textiles, exposed but not developed | Manufacture in which all the materials used are classified within a heading other than heading Nos 3701 to 3704 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 38 | Miscellaneous chemical products; except for heading Nos 3801, ex 3803, ex 3805, ex 3806, ex 3807, 3808 to 3814, 3818 to 3820, 3822 and 3823 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 3801 | Artificial graphite; colloidal or semi-colloidal graphite; preparations based on graphite or other carbon in the form of pastes or other semi-manufactures: — Colloidal graphite in suspension in oil and semi-colloidal graphite; carbonaceous pastes for electrodes — Graphite in paste form, being a mixture of more than 30% by weight of graphite with mineral oils — Other | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product Manufacture in which the value of all the materials of heading No 3403 used does not exceed 20% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3803 | Refined tall oil | Refining of crude tall oil | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3805 | Spirits of sulphate turpentine, purified | Purification by distillation or refining of raw spirits of sulphate turpentine | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------|---|--|---|
| ex 3806 | Ester gums | Manufacture from resin acids | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 3807 | Wood pitch (wood tar pitch) | Distillation of wood tar | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 3808 | Insecticides, rodenticides, fungicides, herbicides, anti-sprouting products and plant-growth regulators, disinfectants and similar products, put up in forms of packings for retail sale or as preparations or articles (for example, sulphur-treated bands, wicks and candles, and fly-papers) | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3809 | Finishing agents, dye carriers to accelerate the dyeing or fixing of dyestuffs and other products and preparations (for example, dressings and mordants), of a kind used in the textile, paper, leather or like industries, not elsewhere specified or included | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3810 | Pickling preparations for metal surfaces; fluxes and other auxiliary preparations for soldering, brazing or welding; soldering, brazing or welding powders and pastes consisting of metal and other materials; preparations of a kind used as cores or coatings for welding electrodes or rods | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3811 | Anti-knock preparations, oxidation inhibitors, gum inhibitors, viscosity improvers, anti-corrosive preparations and other prepared additives, for mineral oils (including gasoline) or for other liquids used for the same purposes as mineral oils: | | |
| | — Prepared additives for lubricating oil, containing petroleum oils or oils obtained from bituminous minerals | Manufacture in which the value of all the materials of heading No 3811 used does not exceed 50% of the ex-works price of the product | |
| | — Other | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------|--|---|--------|
| 3812 | Prepared rubber accelerators; compound plasticisers for rubber or plastics, not elsewhere specified or included; anti-oxidising preparations and other compound stabilisers for rubber or plastics | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3813 | Preparations and charges for fire-extinguishers; charged fire-extinguishing grenades | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3814 | Organic composite solvents and thinners, not elsewhere specified or included; prepared paint or varnish removers | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3818 | Chemical elements doped for use in electronics, in the form of discs, wafers or similar forms; chemical compounds doped for use in electronics | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3819 | Hydraulic brake fluids and other prepared liquids for hydraulic transmission, not containing or containing less than 70% by weight of petroleum oils or oils obtained from bituminous minerals | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3820 | Anti-freezing preparations and prepared de-icing fluids | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 3822 | Composite diagnostic or laboratory reagents, other than those of heading Nos 3002 or 3006 | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------|---|--|--|
| 3823 | <p>Prepared binders for foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included:</p> <ul style="list-style-type: none"> — The following of this heading: <ul style="list-style-type: none"> — Prepared binders for foundry moulds or cores based on natural resinous products — Naphthenic acids, their water-insoluble salts and their esters — Sorbitol other than that of heading No 2905 — Petroleum sulphonates, excluding petroleum sulphonates of alkali metals, of ammonium or of ethanolamines; thiophenated sulphonic acids of oils obtained from bituminous minerals, and their salts — Ion exchangers — Getters for vacuum tubes — Alkaline iron oxide for the purification of gas — Ammoniacal gas liquors and spent oxide produced in coal gas purification — Sulfonaphthenic acids, their water insoluble salts and their esters — Fusel oil and Dippel's oil — Mixtures of salts having different anions | <p>Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20% of the ex-works price of the product</p> | <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> |

| (1) | (2) | (3) | or (4) |
|--------------------|--|---|--|
| 3823 (cont'd) | <ul style="list-style-type: none"> — Copying pastes with a basis of gelatin, whether or not on a paper or textile backing — Other | <p>Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product</p> | |
| ex 3901 to 3915 | <p>Plastics in primary forms, waste, parings and scrap, of plastic; except for heading No 3907, for which the rule is set out below:</p> <ul style="list-style-type: none"> — Addition products homopolymerisation — Other | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — the value of all the materials used does not exceed 50% of the ex-works price of the product, and — the value of any materials of Chapter 39 used does not exceed 20% of the ex-works price of the product ⁽¹⁾ <p>Manufacture in which the value of the materials of Chapter 39 used does not exceed 20% of the ex-works price of the product ⁽¹⁾</p> | <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> |
| ex 3907 | Copolymer, made from polycarbonate and acrylonitrile-butadienestyrene copolymer (ABS) | Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50% of the ex-works price of the product ⁽¹⁾ | |

⁽¹⁾ In the case of the products composed of materials classified both within heading Nos 3901 to 3906, on the one hand, and within heading Nos 3907 to 3911, on the other hand, this restriction only applies to that group of materials which predominates by weight in the product.

| (1) | (2) | (3) | or (4) |
|---------------------|--|--|--|
| ex 3916 to 3921 | <p>Semi-manufactures and articles of plastics; except for heading Nos ex 3916, ex 3917, ex 3920 and ex 3921, for which the rules are set out below:</p> <p>— Flat products, further worked than only surface-worked or cut into forms other than rectangular or square; other products, further worked than only surface-worked</p> <p>— Other:</p> <p>— — Addition homopolymerisation products</p> <p>— — Other</p> | <p>Manufacture in which the value of any materials of Chapter 39 used does not exceed 50% of the ex-works price of the product ⁽¹⁾</p> <p>Manufacture in which:</p> <p>— the value of all the materials used does not exceed 50% of the ex-works price of the product, and</p> <p>— the value of any materials of Chapter 39 used does not exceed 20% of the ex-works price of the product ⁽¹⁾</p> <p>Manufacture in which the value of any materials of Chapter 39 used does not exceed 20% of the ex-works price of the product ⁽¹⁾</p> | <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> |
| ex 3916 and ex 3917 | Profile shapes and tubes | <p>Manufacture in which:</p> <p>— the value of all the materials used does not exceed 50% of the ex-works price of the product, and</p> <p>— the value of any materials classified within the same heading as the product does not exceed 20% of the ex-works price of the product</p> | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| ex 3920 | Ionomer sheet or film | Manufacture from a thermoplastic partial salt which is a copolymer of ethylene and metacrylic acid partly neutralised with metal ions, mainly zinc and sodium | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |

⁽¹⁾ In the case of the products composed of materials classified both within heading Nos 3901 to 3906, on the one hand, and within heading Nos 3907 to 3911, on the other hand, this restriction only applies to that group of materials which predominates by weight in the product.

| (1) | (2) | (3) | or (4) |
|---------------|---|---|---|
| ex 3921 | Foil of plastic, metallised | Manufacture from highly transparent polyester foils with a thickness of less than 23 micron ⁽¹⁾ | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 3922 to 3926 | Articles of plastics | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 40 | Rubber and articles thereof; except for heading Nos ex4001, 4005, 4012 and ex 4017 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4001 | Laminated slabs or crepe rubber for shoes | Lamination of sheets of natural rubber | |
| 4005 | Compound rubber, unvulcanised, in primary forms or in plates, sheets or strip | Manufacture in which the value of all the materials used, except natural rubber, does not exceed 50% of the ex-works price of the product | |
| 4012 | Retreaded or used pneumatic tyres of rubber; solid or cushion tyres, interchangeable tyre treads and tyre flaps, of rubber: | | |
| | — Retreaded pneumatic, solid or cushion tyres, of rubber | Retreading of used tyres | |
| | — Other | Manufacture from materials of any heading, except those of heading Nos 4011 or 4012 | |
| ex 4017 | Articles of hard rubber | Manufacture from hard rubber | |

⁽¹⁾ The following foils shall be considered as highly transparent: foils, the optical dimming of which, measured according to ASTM-D 1003-16 by Gardner Hazemeter (Hazefactor), is less than 2%.

| (1) | (2) | (3) | or (4) |
|---------------|---|---|--------|
| ex Chapter 41 | Raw hides and skins (other than furskins) and leather; except for heading Nos ex 4102, 4104 to 4107 and 4109 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4102 | Raw skins of sheep or lambs, without wool on | Removal of wool from sheep or lamb skins, with wool on | |
| 4104 to 4107 | Leather, without hair or wool, other than leather of heading No 4108 or 4109 | Retanning of pre-tanned leather or Manufacture in which all the materials used are classified within a heading other than that of the ex-works price of the product | |
| 4109 | Patent leather and patent laminated leather; metallised leather | Manufacture from leather of heading Nos 4104 to 4107 provided its value does not exceed 50% of the ex-works price of the product | |
| Chapter 42 | Articles of leather; saddlery and harness; travel goods, handbags and similar containers; articles of animal gut (other than silk worm gut) | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 43 | Furskins and artificial fur; manufactures thereof; except for heading Nos ex 4302 and 4303 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4302 | Tanned or dressed furskins, assembled: | | |
| | — Plates, crosses and similar forms | Bleaching or dyeing, in addition to cutting and assembly of non-assembled tanned or dressed furskins | |
| | — Other | Manufacture from non-assembled, tanned or dressed furskins | |
| 4303 | Articles of apparel, clothing accessories and other articles of furskin | Manufacture from non-assembled tanned or dressed furskins of heading No 4302 | |
| ex Chapter 44 | Wood and articles of wood; wood charcoal; except for heading Nos ex 4403, ex 4407, ex 4408, 4409, ex 4410 to ex 4413, ex 4415, ex 4416, 4418 and ex 4421 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4403 | Wood roughly squared | Manufacture from wood in the rough, whether or not stripped of its bark or merely roughed down | |

| (1) | (2) | (3) | or (4) |
|--------------------|--|--|--------|
| ex 4407 | Wood sawn or chipped lengthwise, sliced or peeled, of a thickness exceeding 65 mm, planed, sanded or finger-jointed | Planing, sanding or finger-jointing | |
| ex 4408 | Veneer sheets and sheets for plywood, of a thickness not exceeding 6 mm, spliced, and other wood sawn lengthwise, sliced or peeled of a thickness not exceeding 6 mm, planed, sanded or finger-jointed | Splicing, planing, sanding or finger-jointing | |
| ex 4409 | Wood (including strips and friezes for parquet flooring, not assembled) continuously shaped (tongued, grooved, rebated, chamfered, V-joined, beaded, moulded, rounded or the like) along any of its edges or faces, whether or not planed, sanded or finger-jointed: | | |
| | — Sanded or finger-jointed | Sanded or finger-jointing | |
| | — Beadings and mouldings | Beading or moulding | |
| | — Other | Manufacture in which all the materials used are classified within a heading other than of the product | |
| ex 4410 to ex 4413 | Beadings and mouldings, including moulded skirting and other moulded boards | Beading or moulding | |
| ex 4415 | Packing cases, boxes, crates, drums and similar packings, of wood | Manufacture from boards not cut to size | |
| ex 4416 | Casks, barrels, vats, tubs and other coopers' products and parts thereof, of wood | Manufacture from riven staves, not further worked than sawn on the two principal surfaces | |
| 4418 | Builders' joinery and carpentry of wood, including cellular wood panels, assembled parquet panels, shingles and shakes: | | |
| | — Builders' joinery and carpentry of wood | Manufacture in which all the materials used are classified within a heading other than that of the product. However, cellular wood panels, shingles and shakes may be used | |
| | — Beadings and mouldings | Beading or moulding | |

| (1) | (2) | (3) | or (4) |
|------------------|--|--|--------|
| 4418 (cont'd) | — Other | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4421 | Match splints; wooden pegs or pins for footwear | Manufacture from wood of any heading except drawn wood of heading No 4409 | |
| ex Chapter 45 | Cork and articles of cork; except for heading No 4503 for which the rule is set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 4503 | Articles of natural cork | Manufacture from cork of heading No 4501 | |
| Chapter 46 | Manufacturers of straw, of esparto or of other plaiting materials; basketware and wickerwork | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| Chapter 47 | Pulp of wood or of other fibrous cellulosic material; waste and scrap of paper or paperboard | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 48 | Paper and paperboard; articles of paper pulp, of paper or of paperboard; except for heading Nos ex 4811, 4816, 4817, ex 4818, ex 4819, ex 4820 and ex 4823 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 4811 | Paper and paperboard, ruled, lined or squared only | Manufacture from paper-making materials of Chapter 47 | |
| 4816 | Carbon paper, self-copy paper and other copying or transfer papers (other than those of heading No 4809), duplicator stencils and offset plates, of paper, whether or not put up in boxes | Manufacture from paper-making materials of Chapter 47 | |
| 4817 | Envelopes, letter cards, plain postcards and correspondence cards, of paper or paperboard; boxes, pouches, wallets and writing compendiums, of paper or paperboard, containing an assortment of paper stationery | Manufacture in which: <ul style="list-style-type: none"> <li data-bbox="727 1780 1088 1856">— all the materials used are classified within a heading other than that of the product, and <li data-bbox="727 1888 1088 1964">— the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 4818 | Toilet paper | Manufacture from paper-making materials of Chapter 47 | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|--------|
| ex 4819 | Cartons, boxes, cases, bags and other packing containers, of paper, paperboard, cellulose wadding or webs of cellulose fibres | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 4820 | Letter pads | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 4823 | Other paper, paperboard, cellulose wadding and webs of cellulose fibres, cut to size or shape | Manufacture from paper-making materials of Chapter 47 | |
| ex Chapter 49 | Printed books, newspapers, pictures and other products of the printing industry; manuscripts, typescripts and plans; except for heading Nos 4909 and 4910 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 4909 | Printed or illustrated postcards; printed cards bearing personal greetings, messages or announcements, whether or not illustrated, with or without envelopes or trimmings | Manufacture from materials not classified within heading No 4909 or 4911 | |
| 4910 | Calendars of any kind, printed, including calendar blocks: | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used, does not exceed 50% of the ex-works price of the product | |
| | — Calendars of the 'perpetual' type or with replaceable blocks mounted on bases other than paper or paperboard | | |
| | — Other | Manufacture from materials not classified in heading No 4909 or 4911 | |
| ex Chapter 50 | Silk; except for heading Nos ex 5003, 5004 to ex 5006 and 5007 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|--------------------|--|--|--------|
| ex 5003 | Silk waste (including cocoons unsuitable for reeling, yarn waste and garnetted stock), carded or combed | Carding or combing of silk waste | |
| 5004 to ex 5006 | Silk yarn and yarn spun from silk waste | Manufacture from ⁽¹⁾ : — raw silk or silk waste carded or combed or otherwise prepared for spinning, — other natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials | |
| 5007 | Woven fabrics of silk or of silk waste: — incorporating rubber thread — Other | Manufacture from single yarn ⁽¹⁾ Manufacture from ⁽¹⁾ : — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product | |
| ex Chapter 51 | Wool, fine or coarse animal hair; horsehair yarn and woven fabric; except for heading Nos 5106 to 5110 and 5111 to 5113 for which the rules are set out below: | | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|-----------------|---|--|--------|
| 5106 to 5110 | Yarn of wool, of fine or coarse animal hair or of horsehair | Manufacture from ⁽¹⁾ : — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials | |
| 5111 to 5113 | Woven fabrics of wool, of fine or coarse animal hair or of horsehair: — Incorporating rubber thread — Other | Manufacture from single yarn ⁽¹⁾ Manufacture from ⁽¹⁾ : — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product | |
| ex Chapter 52 | Cotton; except for heading Nos 5204 to 5207 and 5208 to 5212 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 5204 to 5207 | Yarn and thread of cotton | Manufacture from ⁽¹⁾ : — raw silk or silk waste carded or combed or otherwise prepared for spinning, | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|--------------------------|---|---|--------|
| 5204 to 5207 (cont'd) | | <ul style="list-style-type: none"> — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials | |
| 5208 to 5212 | <p>Woven fabrics of cotton:</p> <ul style="list-style-type: none"> — Incorporating rubber thread — Other | <p>Manufacture from single yarn ⁽¹⁾</p> <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper <p>or</p> <p>Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product</p> | |
| ex Chapter 53 | Other vegetable textile fibres; paper yarn and woven fabrics of paper yarn; except for heading Nos 5306 to 5308 and 5309 to 5311 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 5306 to 5308 | Yarn of other vegetable textile fibres; paper yarn | <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|-----------------------------|---|---|--------|
| 5306 to 5308 (cont'd) | | <ul style="list-style-type: none"> — chemical materials or textile pulp, or — paper-making materials | |
| 5309 to 5311 | <p>Woven fabrics of other vegetable textile fibres; woven fabrics of paper yarn:</p> <ul style="list-style-type: none"> — Incorporating rubber thread — Other | <p>Manufacture from single yarn ⁽¹⁾</p> <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper <p>or</p> <p>Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product</p> | |
| 5401 to 5406 | Yarn, monofilament and thread of man-made filaments | <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|-----------------|--|--|--------|
| 5407 to 5408 | Woven fabrics of man-made filament yarn: — Incorporating rubber thread — Other | Manufacture from single yarn ⁽¹⁾ Manufacture from ⁽¹⁾ : — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatising, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product | |
| 5501 to 5507 | Man-made staple fibres | Manufacture from chemical materials or textile pulp | |
| 5508 to 5511 | Yarn and sewing thread | Manufacture from ⁽¹⁾ : — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials | |
| 5512 to 5516 | Woven fabrics of man-made staple fibres: — Incorporating rubber thread | Manufacture from single yarn ⁽¹⁾ | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|-----------------------------|--|---|--------|
| 5512 to 5516 (cont'd) | — Other | Manufacture from single yarn ⁽¹⁾ : — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product | |
| ex Chapter 56 | Wadding, felt and non-wovens; special yarns; twine, cordage, ropes and cables and articles thereof; except for heading Nos 5602, 5604, 5605 and 5606, for which the rules are set out below: | Manufacture from ⁽¹⁾ : — coir yarn, — natural fibres, — chemical materials or textile pulp, or — paper-making materials | |
| 5602 | Felt, whether or not impregnated, coated, covered or laminated: — Needleloom felt | Manufacture from ⁽¹⁾ : — natural fibres, — chemical materials or textile pulp However: — polypropylene filament of heading No 5402 — polypropylene fibres of heading No 5503 or 5506 or — polypropylene filament tow of heading No 5501, | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|------------------|--|--|--------|
| 5602 (cont'd) | | of which the denomination in all cases of a single filament or fibre is less than 9 decitex may be used provided their value does not exceed 40% of the ex-works price of the product | |
| 5604 | <p>Rubber thread and cord, textile covered; textile yarn, and strip and the like of heading No 5404 or 5405, impregnated, coated, covered or sheathed with rubber or plastics:</p> <p>— Other</p> | <p>Manufacture from ⁽¹⁾:</p> <p>— natural fibres,</p> <p>— man-made staple fibres made from casein, or</p> <p>— chemical materials or textile pulp</p> | |
| 5605 | <p>Metallised yarn, whether or not gimped, being textile yarn, or strip or the like of heading No 5404 or 5405, combined with metal in the form of thread, strip or powder or covered with metal</p> | <p>Manufacture from ⁽¹⁾:</p> <p>— natural fibres,</p> <p>— man-made staple fibres not carded or combed or otherwise processed for spinning,</p> <p>— chemical materials of textile pulp, or</p> <p>— paper-making materials</p> | |
| 5606 | <p>Gimped yarn, and strip and the like of heading No 5404 or 5405, gimped, other than those of heading No 5605 and gimped horsehair yarn; chenille yarn; loop wale-yarn</p> | <p>Manufacture from ⁽¹⁾:</p> <p>— natural fibres,</p> <p>— man-made staple fibres not carded or combed or otherwise processed for spinning,</p> | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|------------------|---|--|--------|
| 5606 (cont'd) | | <ul style="list-style-type: none"> — chemical materials of textile pulp, or — paper-making materials | |
| Chapter 57 | Carpets and other textile floor coverings: <ul style="list-style-type: none"> — Of needleloom felt — Of other felt — Other textile coverings | Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — natural fibres, or — chemical materials or textile pulp However: <ul style="list-style-type: none"> — polypropylene filament of heading No 5402, — polypropylene fibres of heading No 5503 or 5506 or — polypropylene filament tow of heading No 5501, of which the denomination in all cases of a single filament or fibre is less than 9 decitex may be used provided their value does not exceed 40% of the ex-works price of the product | |
| ex Chapter 58 | Special woven fabrics; tufted textile fabrics; lace; tapestries; trimmings; embroidery; except for heading Nos 5805 and 5810 for which the rules are set out below: | Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — coir yarn, — synthetic or artificial filament yarn, — natural fibres, or — man-made staple fibres not carded or combed or otherwise processed for spinning | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|---------------------------|---|--|--------|
| ex Chapter 58 (cont'd) | <ul style="list-style-type: none"> — Combined with rubber thread — Other | <p>Manufacture from single yarn ⁽¹⁾</p> <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp, <p>or</p> <p>Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance processing, permanent finishing, decatising, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product</p> | |
| 5805 | Hand-woven tapestries of the types Gobelins, Flanders, Aubusson, Beauvais and the like, and needle-worked tapestries (for example, petit point, cross stitch), whether or not made up | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 5810 | Embroidery in the piece, in strips or in motifs | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product. | |
| 5901 | Textile fibres coated with gum or amylaceous substances of a kind used for the outer covers of books or the like; tracing cloth; prepared painting canvas; buckram and similar stiffened textile fabrics of a kind used for hat foundations | Manufacture from yarn | |
| 5902 | Tyre cord fabric of high tenacity yarn of nylon or other polyamides, polyesters or viscose rayon: | | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|------------------|--|--|--------|
| 5902 (cont'd) | <ul style="list-style-type: none"> — Containing not more than 90% by weight of textile materials — Other | <p>Manufacture from yarn</p> <p>Manufacture from chemical materials or textile pulp</p> | |
| 5903 | Textile fabrics impregnated, coated, covered or laminated with plastics other than those of heading No 5902 | Manufacture from yarn | |
| 5904 | Linoleum, whether or not cut to shape; floor coverings consisting of a coating or covering applied on a textile backing, whether or not cut to shape | Manufacture from yarn ⁽¹⁾ | |
| 5905 | <p>Textile wall coverings:</p> <ul style="list-style-type: none"> — Impregnated, coated, covered or laminated with rubber, plastics or other materials — Other | <p>Manufacture from yarn:</p> <p>Manufacture from ⁽¹⁾:</p> <ul style="list-style-type: none"> — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp <p>or</p> <p>Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink-resistance, processing, permanent finishing, decatising, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product</p> | |
| 5906 | Rubberised textile fabrics, other than those of heading No 5902: | | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|------------------|---|--|--------|
| 5906 (cont'd) | <ul style="list-style-type: none"> — Knitted or crocheted fabrics — Other fabrics made of synthetic filament yarn, containing more than 90% by weight of textile materials — Other | Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp Manufacture from chemical materials | |
| 5907 | Textile fabrics otherwise impregnated, coated or covered; painted canvas being theatrical scenery, studio backcloths or the like | Manufacture from yarn | |
| 5908 | Textile wicks, woven, plaited or knitted, for lamps, stoves, lighters, candles or the like; incandescent gas mantles and tubular knitted gas mantle fabric therefor, whether or not impregnated: <ul style="list-style-type: none"> — Incandescent gas mantles, impregnated — Other | Manufacture from tubular knitted gas mantle fabric Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 5909 to 5911 | Textile articles of a kind suitable for industrial use: <ul style="list-style-type: none"> — Polishing discs or rings other than of felt of heading No 5911 — Other | Manufacture from yarn or waste fabrics or rags of heading No 6310 Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — coir yarn, — natural fibres, | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

| (1) | (2) | (3) | or (4) |
|---|--|--|--------|
| 5909 to 5911 (cont'd) | | <ul style="list-style-type: none"> — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp | |
| Chapter 60 | Knitted or crocheted fabrics | Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp | |
| Chapter 61 | Articles of apparel and clothing accessories, knitted or crocheted: <ul style="list-style-type: none"> — Obtained by sewing together, or otherwise assembling, two or more pieces of knitted or crocheted fabric which have been either cut to form or obtained directly to form — Other | Manufacture from yarn ⁽²⁾ : Manufacture from ⁽¹⁾ : <ul style="list-style-type: none"> — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp | |
| ex Chapter 62 | Articles of apparel and clothing accessories, not knitted or crocheted; except for heading Nos ex 6202, ex 6204, ex 6206, ex 6209, ex 6210, 6213, 6214, ex 6216 and 6217 for which the rules are set out below: | Manufacture from yarn ⁽¹⁾ ⁽²⁾ : | |
| ex 6202, ex 6204, ex 6206, and ex 6209 | Women's, girls' and babies' clothing and clothing accessories for babies, embroidered | Manufacture from yarn ⁽¹⁾ : or Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40% of the ex-works price of the product ⁽¹⁾ | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

⁽²⁾ See introductory note 5.

| (1) | (2) | (3) | or (4) |
|------------------------|--|---|--------|
| ex 6210 and ex 6216 | Fire-resistant equipment of fabric covered with foil of aluminised polyester | Manufacture from yarn ⁽²⁾ | |
| | | or | |
| | | Manufacture from uncoated fabric provided the value of the uncoated fabric used does not exceed 40% of the ex-works price of the product ⁽²⁾ | |
| 6213 and 6214 | Handkerchiefs, shawls, scarves, mufflers, mantillas, veils and the like: | | |
| | — Embroidered | Manufacture from unbleached single yarn ⁽¹⁾ ⁽²⁾ | |
| | | or | |
| | | Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40% of the ex-works price of the product ⁽²⁾ | |
| | — Other | Manufacture from unbleached single yarn ⁽²⁾ | |
| 6217 | Other made-up clothing accessories; parts of garments or of clothing accessories, other than those of heading No 6212: | | |
| | — Embroidered | Manufacture from yarn ⁽¹⁾ | |
| | | or | |
| | | Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40% of the ex-works price of the product ⁽¹⁾ | |
| | — Fire resistant equipment of fabric covered with foil of aluminised polyester | Manufacture from yarn ⁽¹⁾ | |
| | | or | |
| | | Manufacture from uncoated fabric provided the value of the uncoated fabric used does not exceed 40% of the ex-works price of the product ⁽¹⁾ | |
| | — Interlinings for collars and cuffs, cut out | Manufacture in which: | |
| | | — all the materials used are classified within a heading other than that of the product, and | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

⁽²⁾ See introductory note 5.

| (1) | (2) | (3) | or (4) |
|------------------|---|---|--|
| 6217 (cont'd) | — Other | — the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex Chapter 63 | Other made-up textile articles; sets; worn clothing and worn textile articles; rags; except for heading Nos 6301 to 6304, 6305, 6306, ex 6307 and 6308 for which the rules are set out below: | Manufacture from yarn ⁽¹⁾ | Manufacture in which all the materials used are classified within a heading other than that of the product |
| 6301 to 6304 | Blankets, travelling rugs, bed linen etc.; curtains etc.; other furnishing articles: — Of felt, of non-wovens — Other: — — Embroidered — — Other | Manufacture from ⁽²⁾ : — natural fibres, or — chemical materials or textile pulp Manufacture from unbleached single yarn ⁽¹⁾ ⁽³⁾ or Manufacture from unembroidered fabric (other than knitted or crocheted) provided the value of the unembroidered fabric used does not exceed 40% of the ex-works price of the product Manufacture from unbleached single yarn ⁽¹⁾ ⁽³⁾ | |
| 6305 | Sacks and bags, of a kind used for the packing of goods | Manufacture from: — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp | |
| 6306 | Tarpaulins, awnings and sunblinds; tents; sails for boats, sailboards or landcraft; camping goods: | | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

⁽²⁾ See introductory note 5.

⁽³⁾ For knitted or crocheted articles, not elastic or rubberised, obtained by sewing or assembly of pieces of knitted or crocheted fabric (cut out or knitted directly to shape), see introductory note 5.

| (1) | (2) | (3) | or (4) |
|------------------|--|--|--------|
| 6306 (cont'd) | <p>— Of non-wovens</p> <p>— Other</p> | <p>Manufacture from ⁽¹⁾:</p> <p>— natural fibres, or</p> <p>— chemical materials or textile pulp</p> <p>Manufacture from unbleached single yarn ⁽¹⁾</p> | |
| 6307 | Other made-up articles, including dress patterns | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 6308 | Sets consisting of woven fabric and yarn, whether or not with accessories, for making up into rugs, tapestries, embroidered table cloths or serviettes or similar textile articles, put up in packings for retail sale | Each item in the set must satisfy the rule which would apply to it if it were not included in the set. However, non-originating articles may be incorporated provided their total value does not exceed 15% of the ex-works price of the set | |
| 6401 to 6405 | Footwear | Manufacture from materials of any heading except for assemblies of uppers affixed to inner soles or to other sole components of heading No 6406 | |
| 6406 | Parts of footwear; removable insoles, heel cushions and similar articles; gaiters, leggings and similar articles and parts thereof | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 65 | Headgear and parts thereof, except for heading Nos 6503 and 6505 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 6503 | Felt hats and other felt headgear, made from the hat bodies, hoods or plateaux of heading No 6501 whether or not lined or trimmed | Manufacture from yarn or textile fibres ⁽²⁾ | |
| 6505 | Hats and other headgear, knitted or crocheted, or made up from lace, felt or other textile fabric, in the piece (but not in strips), whether or not lined or trimmed; hair-nets of any material, whether or not lined or trimmed | Manufacture from yarn or textile fibres ⁽²⁾ | |

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see introductory note 4.

⁽²⁾ See introductory note 5.

| (1) | (2) | (3) | or (4) |
|---------------|--|---|--------|
| ex Chapter 66 | Umbrellas, sun umbrellas, walking-sticks, seat-sticks, whips, riding-crops and parts thereof; except for heading No 6601 for which the rule is set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 6601 | Umbrellas and sun umbrellas (including walking-stick umbrellas, garden umbrellas and similar umbrellas) | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| Chapter 67 | Prepared feathers and down and articles made of feathers or of down; artificial flowers; articles of human hair | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 68 | Articles of stone, plaster, cement, asbestos, mica or similar materials; except for heading Nos ex 6803, ex 6812 and ex 6814, for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 6803 | Articles of slate or of agglomerated slate | Manufacture from worked slate | |
| ex 6812 | Articles of asbestos; articles of mixtures with a basis of asbestos or of mixtures with a basis of asbestos and magnesium carbonate | Manufacture from materials of any heading | |
| ex 6814 | Articles of mica, including agglomerated or reconstituted mica, on a support of paper, paperboard or other materials | Manufacture from worked mica (including agglomerated or reconstituted mica) | |
| Chapter 69 | Ceramic products | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 70 | Glass and glassware; except for heading Nos 7006, 7007, 7008, 7009, 7010, 7013 and ex 7019 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 7006 | Glass of heading Nos 7003, 7004 or 7005, bent, edgeworked, engraved, drilled, enamelled or otherwise worked, but not framed or fitted with other materials | Manufacture from materials of heading No 7001 | |

| (1) | (2) | (3) | or (4) |
|---------------|---|---|--------|
| 7007 | Safety glass, consisting of toughened (tempered) or laminated glass | Manufacture from materials of heading No 7001 | |
| 7008 | Multiple-walled insulating units of glass | Manufacture from materials of heading No 7001 | |
| 7009 | Glass mirrors, whether or not framed, including rear-view mirrors | Manufacture from materials of heading No 7001 | |
| 7010 | Carboys, bottles, flasks, jars, pots, phials, ampoules and other containers, of glass, of a kind used for the conveyance or packing of goods; preserving jars of glass; stoppers, lids and other closures, of glass | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| | | or | |
| | | Cutting of glassware, provided the value of the uncut glassware does not exceed 50% of the ex-works price of the product | |
| 7013 | Glassware of a kind used for table, kitchen, toilet, office, indoor decoration or similar purposes (other than that of heading Nos 7010 or 7018) | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| | | or | |
| | | Cutting of glassware, provided the value of the uncut glassware does not exceed 50% of the ex-works price of the product | |
| | | or | |
| | | Hand-decoration (with the exception of silk-screen printing) of hand-blown glassware, provided the value of the hand-blown glassware does not exceed 50% of the ex-works price of the product | |
| ex 7019 | Articles (other than yarn) of glass fibres | Manufacture from: | |
| | | — uncoloured slivers, rovings, yarn or chopped strands, or | |
| | | — glass wool | |
| ex Chapter 71 | Natural or cultured pearls, precious or semi-precious stones, precious metals, metals clad with precious metal, and articles thereof; imitation jewellery; coins; except for heading Nos ex 7102, ex 7103, ex 7104, 7106, ex 7107, 7108, ex 7109, 7110, ex 7111, 7116 and 7117 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|------------------------------------|---|--|--------|
| ex 7102, ex 7103 and ex 7104 | Worked precious or semi-precious stones (natural, synthetic or reconstructed) | Manufacture from unworked precious or semi-precious stones | |
| 7106, 7108 and 7110 | Precious metals: — Unwrought | Manufacture from materials not classified within heading No 7106, 7108 or 7110 | |
| | | or | |
| | | Electrolytic, thermal or chemical separation of precious metals of heading No 7106, 7108 or 7110 | |
| | | or | |
| | | Alloying of precious metals of heading No 7106, 7108 or 7110 with each other or with base metals | |
| | — Semi-manufactured or in powder form | Manufacture from unwrought precious metals | |
| ex 7107, ex 7109 and ex 7111 | Metals clad with precious metals, semi-manufactured | Manufacture from metals clad with precious metals, unwrought | |
| 7116 | Articles of natural or cultured pearls, precious or semi-precious stones (natural, synthetic or reconstructed) | Manufacture, in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 7117 | Imitation jewellery | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| | | or | |
| | | Manufacture from base metal parts, not plated or covered with precious metals, provided the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 72 | Iron and steel; except for heading Nos 7207, 7208 to 7216, 7217, ex 7218, 7219 to 7222, 7223, ex 7224, 7225 to 7227, 7228 and 7229 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 7207 | Semi-finished products of iron or non-alloy steel | Manufacture from materials of heading No 7201, 7202, 7203, 7204 or 7205 | |

| (1) | (2) | (3) | or (4) |
|-----------------------------|--|--|--------|
| 7208 to 7216 | Flat-rolled products, bars and rods, angles, shapes and sections of iron or non-alloy steel | Manufacture from ingots or other primary forms of heading No 7206 | |
| 7217 | Wire of iron or non-alloy steel | Manufacture from semi-finished materials of heading No 7207 | |
| ex 7218, 7219 to 7222 | Semi-finished products, flat-rolled products, bars and rods, angles, shapes and sections of stainless steel | Manufacture from ingots or other primary forms of heading No 7218 | |
| 7223 | Wire of stainless steel | Manufacture from semi-finished materials of heading No 7218 | |
| ex 7224, 7225 to 7227 | Semi-finished products, flat-rolled products, in irregularly wound coils, of other alloy steel | Manufacture from ingots or other primary forms of heading No 7224 | |
| 7228 | Bars and rods of other alloy steel; angles, shapes and sections, of other alloy steel; hollow drill bars and rods, of alloy or non-alloy steel | Manufacture from ingots or other primary forms of heading No 7206, 7218 or 7224 | |
| 7229 | Wire of other alloy steel | Manufacture from semi-finished materials of heading No 7224 | |
| ex Chapter 73 | Articles of iron or steel; except for heading Nos ex 7301, 7302, 7304, 7305, 7306, ex 7307, 7308 and ex 7315 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 7301 | Sheet piling | Manufacture from materials of heading No 7206 | |
| 7302 | Railway or tramway track construction materials of iron or steel, the following: rails, checkrails and rackrails, switch blades, crossing frogs, point rods and other crossing pieces, sleepers (cross-ties), fishplates, chairs, chair wedges, sole plates (base plates), rail clips, bedplates, ties and other material specialised for jointing or fixing rails | Manufacture from materials of heading No 7206 | |
| 7304, 7305 and 7306 | Tubes, pipes and hollow profiles, of iron (other than cast iron) or steel | Manufacture from materials of heading No 7206, 7207, 7218 or 7224 | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|--------|
| ex 7307 | Tube or pipe fittings of stainless steel (ISO No X5CrNiMo 1712), consisting of several parts | Turning, drilling, reaming, threading, deburring and sandblasting of forged blanks the value of which does not exceed 35% of the ex-works price of the product | |
| 7308 | Structures (excluding prefabricated buildings of heading No 9406) and parts of structures (for example, bridges and bridge-sections, lock-gates, towers, lattice masts, roofs, roofing framework, doors and windows and their frames and thresholds for doors, shutters, balustrades, pillars and columns), of iron or steel; plates, rods, angles, shapes, sections, tubes and the like, prepared for use in structures, of iron or steel | Manufacture in which all the materials used are classified within a heading other than that of the product. However, welded angles, shapes and sections of heading No 7301 may not be used | |
| ex 7315 | Skid chains | Manufacture in which the value of all the materials of heading No 7315 used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 74 | Copper and articles thereof; except for heading Nos 7401, 7402, 7403, 7404 and 7405 for which the rules are set out below: | Manufacture in which: — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 7401 | Copper mattes; cement copper (precipitated copper) | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 7402 | Unrefined copper; copper anodes for electrolytic refining | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 7403 | Refined copper and copper alloys, unwrought: | | |
| | — Refined copper | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|------------------|--|--|--------|
| 7403 (cont'd) | — Copper alloys and refined copper containing other elements | Manufacture from refined copper, unwrought, or waste and scrap | |
| 7404 | Copper waste and scrap | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 7405 | Master alloys of copper | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 75 | Nickel and articles thereof; except for heading Nos 7501 to 7503 for which the rules are set out below: | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 7501 to 7503 | Nickel mattes, nickel oxide sinters and other intermediate products of nickel metallurgy; unwrought nickel; nickel waste and scrap | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 76 | Aluminium and articles thereof; except for heading Nos 7601, 7602 and ex 7616 for which the rules are set out below: | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 7601 | Unwrought aluminium | Manufacture by thermal or electrolytic treatment from unalloyed aluminium or waste and scrap of aluminium | |
| 7602 | Aluminium waste or scrap | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|--------|
| ex 7616 | Aluminium articles other than gauze, cloth, grill, netting, fencing, reinforcing fabric and similar materials (including endless bands) of aluminium wire, and expanded metal of aluminium | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product. However, gauze, cloth, grill, netting, fencing, reinforcing fabric and similar materials (including endless bands) of aluminium wire, or expanded metal of aluminium may be used, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 78 | Lead and articles thereof; except for heading Nos 7801 and 7802 the rules for which are set out below: | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 7801 | Unwrought lead: | Manufacture from 'bullion' or 'work' lead | |
| | — Refined lead | Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 7802 may not be used | |
| | — Other | | |
| 7802 | Lead waste and scrap | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 79 | Zinc and articles thereof; except for heading Nos 7901 and 7902, the rules for which are set out below: | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|--|--|--------|
| 7901 | Unwrought zinc | Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 7902 may not be used | |
| 7902 | Zinc waste and scrap | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex Chapter 80 | Tin and articles thereof; except for heading Nos 8001, 8002 and 8007, the rules for which are set out below: | <p>Manufacture in which:</p> <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 8001 | Unwrought tin | Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 8002 may not be used | |
| 8002 and 8007 | Tin waste and scrap; other articles of tin | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| Chapter 81 | <p>Other base metals; cermets; articles thereof:</p> <ul style="list-style-type: none"> — Other base metals, wrought; articles thereof — Other | <p>Manufacture in which the value of all the materials classified within the same heading as the product used does not exceed 50% of the ex-works price of the product</p> <p>Manufacture in which all the materials used are classified within a heading other than that of the product</p> | |
| ex Chapter 82 | Tools, implements, cutlery, spoons and forks, of base metal; parts thereof of base metal; except for heading Nos 8206, 8207, 8208, ex 8211, 8214 and 8215 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|--|--|--------|
| 8206 | Tools of two or more of the headings Nos 8202 to 8205, put up in sets for retail sale | Manufacture in which all the materials used are classified within a heading other than heading Nos 8202 to 8205. However, tools of heading Nos 8202 to 8205 may be incorporated into the set provided their value does not exceed 15% of the ex-works price of the set | |
| 8207 | Interchangeable tools for handtools, whether or not power-operated, or for machine-tools (for example, for pressing, stamping, punching, tapping, threading, drilling, boring, broaching, milling, turning, or screwdriving), including dies for drawing or extruding metal, and rock drilling or earth boring tools | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8208 | Knives and cutting blades, for machines or for mechanical appliances | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex 8211 | Knives with cutting blades, serrated or not (including pruning knives), other than knives of heading No 8208 | Manufacture in which all the materials used are classified within a heading other than that of the product. However, knife blades and handles of base metal may be used | |
| 8214 | Other articles of cutlery (for example hair clippers, butchers' or kitchen cleavers, choppers and mincing knives, paper knives); manicure or pedicure sets and instruments (including nail files) | Manufacture in which all the materials used are classified within a heading other than that of the product. However, handles of base metal may be used | |
| 8215 | Spoons, forks, ladles, skimmers, cake servers, fish knives, butter knives, sugar tongs and similar kitchen or tableware | Manufacture in which all the materials used are classified within a heading other than that of the product. However, handles of base metal may be used | |
| ex Chapter 83 | Miscellaneous articles of base metal; except for heading No ex 8306 for which the rule is set below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |

| (1) | (2) | (3) | or (4) |
|------------------|---|---|---|
| ex 8306 | Statuettes and other ornaments, of base metal | Manufacture in which all the materials used are classified within a heading other than that of the product. However, the other materials of heading No 8306 may be used provided their value does not exceed 30% of the ex-works price of the product | |
| ex Chapter 84 | Nuclear reactors, boilers, machinery and mechanical appliances; parts thereof; except for heading Nos ex 8401, 8402, 8403, ex 8404, 8406 to 8409, 8411, 8412, ex 8413, ex 8414, 8415, 8418, ex 8419, 8420, 8423, 8425 to 8430, ex 8431, 8439, 8441, 8444 to 8447, ex 8448, 8452, 8456 to 8466, 8469 to 8472, 8480, 8482, 8484 and 8485 for which the rules are set out below: | Manufacture in which: — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 8401 | Nuclear fuel elements ⁽¹⁾ | Manufacture in which all the materials used are classified within a heading other than that of the product ⁽¹⁾ | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8402 | Steam or other vapour-generating boilers (other than central heating hot water boilers capable also of producing low pressure steam); super-heated water boilers | Manufacture in which: — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8403 and ex 8404 | Central heating boilers other than those of heading No 8402 and auxiliary plant for central heating boilers | Manufacture in which all the materials used are classified within a heading other than heading No 8403 or 8404 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 8406 | Steam turbines and other vapour turbines | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8407 | Spark-ignition reciprocating or rotary internal combustion piston engines | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

⁽¹⁾ This rule shall apply until 31 December 1998.

| (1) | (2) | (3) | or (4) |
|---------|--|---|---|
| 8408 | Compression-ignition internal combustion piston engines (diesel or semi-diesel engines) | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8409 | Parts suitable for use solely or principally with the engines of heading Nos 8407 and 8408 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8411 | Turbojets, turbo propellers and other gas turbines | Manufacture, in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8412 | Other engines and motors | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex 8413 | Rotary positive displacement pumps | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| ex 8414 | Industrial fans, blowers and the like | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8415 | Air-conditioning machines, comprising a motor-driven fan and elements for changing the temperature and humidity, including those machines in which the humidity cannot be separately regulated | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------|--|--|---|
| 8418 | Refrigerators, freezers and other refrigerating or freezing equipment, electric or other; heat pumps other than air-conditioning machines of heading No 8415 | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product, and — the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| ex 8419 | Machines for the wood, paper pulp and paperboard industries | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8420 | Calendering or other rolling machines, other than for metals or glass, and cylinders therefor | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8423 | Weighing machinery (excluding balances of a sensitivity of 5 cg or better), including weight operated counting or checking machines; weighing machine weights of all kinds | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|-----------------|--|--|---|
| 8425 to 8428 | Lifting, handling, loading or unloading machinery | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8431 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8429 | Self-propelled bulldozers, angledozers, graders, levellers, scrapers, mechanical shovels, excavators, shovel loaders, tamping machines and roadrollers: <ul style="list-style-type: none"> — Roadrollers — Other | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8431 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8430 | Other moving, grading, levelling, scraping, excavating, tamping, compacting, extracting or boring machinery, for earth, minerals or ores; piledrivers and pile-extractors; snow-ploughs and snowblowers | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the value of the materials classified within heading No 8431 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 8431 | Parts for roadrollers | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|--------------|---|---|---|
| 8439 | Machinery for making up pulp of fibrous cellulosic material or for making or finishing paper or paperboard | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8441 | Other machinery for making up paper pulp, paper or paperboard, including cutting machines of all kinds | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8444 to 8447 | Machines of these headings for use in the textile industry | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex 8448 | Auxiliary machinery for use with machines of heading Nos 8444 and 8445 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8452 | Sewing machines, other than book-sewing machines of heading No 8440; furniture, bases and covers specially designed for sewing machines; sewing machine needles: <ul style="list-style-type: none"> — Sewing machine (lock stitch only) with heads of a weight not exceeding 16 kg without motor or 17 kg with motor | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, — where the value of all the non-originating materials used in assembling the head (without motor) does not exceed the value of the originating materials used, and | |

| (1) | (2) | (3) | or (4) |
|------------------|--|---|---|
| 8452 (cont'd) | — Other | — the thread tension, crochet and zigzag mechanisms used are already originating Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8456 to 8466 | Machine-tools and machines and their parts and accessories of headings Nos 8456 to 8466 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8469 to 8472 | Office machines (for example, typewriters, calculating machines, automatic data processing machines, duplicating machines, stapling machines) | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8480 | Moulding boxes for metal foundry; mould bases; moulding patterns; moulds for metal (other than ingot moulds), metal carbides, glass, mineral materials, rubber or plastics | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 8482 | Ball or roller bearings | Manufacture in which: — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8484 | Gaskets and similar joints of metal sheeting combined with other material or of two more layers of metal; sets or assortments of gaskets and similar joints, dissimilar in composition, put up in pouches, envelopes or similar packings | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8485 | Machinery parts, not containing electrical connectors, insulators, coils, contacts or other electrical features, not specified or included elsewhere in this chapter | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|---|---|---|
| ex Chapter 85 | Electrical machinery and equipment and parts thereof; sound recorders and reproducers, television image and sound recorders and reproducers, and parts and accessories of such articles; except for heading Nos 8501, 8502, ex 8518, 8519 to 8529, 8535 to 8537, ex 8541, 8542, 8544 to 8548 for which the rules are set out below: | Manufacture in which <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8501 | Electric motors and generators (excluding generating sets) | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8503, taken together are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8502 | Electric generating sets and rotary converters | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8501 or 8503 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 8518 | Microphones and stands therefor; loudspeakers, whether or not mounted in their enclosures; audio-frequency electric amplifiers; electric sound amplifier sets | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|------|--|---|---|
| 8519 | <p>Turntables (record decks), record-players, cassette players and other sound reproducing apparatus, not incorporating a sound recording device:</p> <p>— Electric gramophones</p> <p>— Other</p> | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product</p> |
| 8520 | Magnetic-tape recorders and other sound recording apparatus, whether or not incorporating a sound reproducing device | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8521 | Video recording or reproducing apparatus, whether or not incorporating a video tuner | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8522 | Parts and accessories of apparatus of heading Nos 8519 to 8521 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------|--|--|---|
| 8523 | Prepared unrecorded media for sound recording or similar recording of other phenomena, other than products of Chapter 37 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8524 | <p>Records, tapes and other recorded media for sound or other similarly recorded phenomena, including matrices and masters for the production of records, but excluding products of Chapter 37:</p> <p>— Matrices and masters for the production of records</p> <p>— Other</p> | <p>Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product</p> <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where, within the above limit, the materials classified within heading No 8523 are only used up to a value of 10% of the ex-works price of the product</p> | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8525 | Transmission apparatus for radio-telephony, radio-telegraphy, radio-broadcasting or television, whether or not incorporating reception apparatus or sound recording or reproducing apparatus; television cameras | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8526 | Radar apparatus, radio navigational aid apparatus and radio remote control apparatus | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |

| (1) | (2) | (3) | or | (4) |
|------|--|--|----|---|
| 8527 | Reception apparatus for radio-telephony, radio-telegraphy or radio broadcasting, whether or not combined, in the same housing, with sound recording or reproducing apparatus or a clock | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8528 | Television receivers (including video monitors and video projectors), whether or not incorporating radio broadcast receivers or sound or video recording or reproducing apparatus: <ul style="list-style-type: none"> — Video recording or reproducing apparatus incorporating a video tuner — Other | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8529 | Parts suitable for use solely or principally with the apparatus of heading Nos 8525 to 8528: <ul style="list-style-type: none"> — Suitable for use solely or principally with video recording or reproducing apparatus | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| | | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | | |

| (1) | (2) | (3) | or (4) |
|------------------|--|--|---|
| 8529 (cont'd) | — Other | Manufacture: — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8535 and 8536 | Electrical apparatus for switching or protecting electrical circuits, or for making connections to or in electrical circuits | Manufacture: — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8538 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8537 | Boards, panels (including numerical control panels), consoles, desks, cabinets and other bases, equipped with two or more apparatus of heading No 8535 or 8536, for electric control or the distribution of electricity, including those incorporating instruments or apparatus of Chapter 90, other than switching apparatus of heading No 8517 | Manufacture: — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8538 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 8541 | Diodes, transistors and similar semi-conductor devices, except wafers not yet cut into chips | Manufacture in which: — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|--------------|---|--|---|
| 8542 | Electronic integrated circuits and microassemblies | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 8541 or 8542, taken together, are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 8544 | Insulated (including enamelled or anodised) wire, cable (including coaxial cable) and other insulated electric conductors whether or not fitted with connectors; optical fibres cables, made up of individually sheathed fibres, whether or not assembled with electric conductors or fitted with connectors | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8545 | Carbon electrodes, carbon brushes, lamp carbons, battery carbons and other articles of graphite or other carbon, with or without metal, of a kind used for electrical purposes | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8546 | Electrical insulators of any material | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8547 | Insulating fittings for electrical machines, appliances or equipment, being fittings wholly of insulating materials apart from any minor components of metal (for example, threaded sockets) incorporated during moulding solely for purposes of assembly other than insulators of heading No 8546; electrical conduit tubing and joints therefor, of base metal lined with insulating material | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8548 | Electrical parts of machinery or apparatus, not specified or included elsewhere in this chapter | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8601 to 8607 | Railway or tramway locomotives, rolling-stock and parts thereof | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|---|--|---|
| 8608 | Railway or tramway track fixtures and fittings; mechanical (including electromechanical) signalling, safety or traffic control equipment for railways, tramways, roads, inland waterways, parking facilities, port installations or airfields; parts of the foregoing | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8609 | Containers (including containers for the transport of fluids) especially designed and equipped for carriage by one or more modes of transport | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex Chapter 87 | Vehicles other than railway or tramway rolling-stock, and parts and accessories thereof; except for heading Nos 8709 to 8711, ex 8712, 8715 and 8716 for which the rules are set out below: | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 8709 | Works trucks, self-propelled, not fitted with lifting or handling equipment, of the type used in factories, warehouses, dock areas or airports for short distance transport of goods; tractors of the type used on railway station platforms; parts of the foregoing vehicles | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8710 | Tanks and other armoured fighting vehicles, motorised, whether or not fitted with weapons, and parts of such vehicles | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------|---|--|--|
| 8711 | <p>Motorcycles (including mopeds) and cycles fitted with an auxiliary motor, with or without sidecars; sidecars:</p> <p>— With reciprocating internal combustion piston engine of a cylinder capacity:</p> <p>— — Not exceeding 50 cm³</p> <p>— — Exceeding 50 cm³</p> <p>— Other</p> | <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> <p>Manufacture:</p> <p>— in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and</p> <p>— where the value of all the non-originating materials used does not exceed the value of the originating materials used</p> | <p>Manufacture in which the value of all the materials used does not exceed 20% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product</p> <p>Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product</p> |
| ex 8712 | Bicycles without ball bearings | Manufacture from materials not classified in heading No 8714 | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 8715 | Baby carriages and parts thereof | <p>Manufacture in which:</p> <p>— all the materials used are classified within a heading other than that of the product, and</p> <p>— the value of all the materials used does not exceed 40% of the ex-works price of the product</p> | |

| (1) | (2) | (3) | or (4) |
|---------------|---|--|---|
| 8716 | Trailers and semi-trailers; other vehicles, not mechanically propelled; parts thereof | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex Chapter 88 | Aircraft, spacecraft, and parts thereof; except for heading Nos ex 8804 and 8805 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex 8804 | Rotochutes | Manufacture from materials of any heading including other materials of heading No 8804 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| 8805 | Aircraft launching gear; deck-arrestor or similar gear; ground flying trainers; parts of the foregoing articles | Manufacture in which all the materials used are classified within a heading other than that of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| Chapter 89 | Ships, boats and floating structures | Manufacture in which all the materials used are classified within a heading other than that of the product. However, hulls of heading No 8906 may not be used | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |
| ex Chapter 90 | Optical, photographic, cinematographic, measuring, checking, precision, medical or surgical instruments and apparatus; parts and accessories thereof; except for heading Nos 9001, 9002, 9004, ex 9005, ex 9006, 9007, 9011, ex 9014, 9015 to 9020 and 9024 to 9033 for which the rules are set out below: | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9001 | Optical fibres and optical fibre bundles; optical fibre cables other than those of heading No 8544; sheets and plates of polarising material, lenses (including contact lenses), prisms, mirrors and other optical elements, of any material, unmounted, other than such elements of glass not optically worked | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------|--|--|---|
| 9002 | Lenses, prisms, mirrors and other optical elements, of any materials, mounted, being parts of or fittings for instruments or apparatus, other than such elements of glass not optically worked | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9004 | Spectacles, goggles and the like, corrective, protective or other | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex 9005 | Binoculars, monoculars, other optical telescopes, and mountings therefor, except for astronomical refracting telescopes and mountings therefor | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 9006 | Photographic (other than cinematographic) cameras; photographic flashlight apparatus and flashbulbs other than electrically ignited flashbulbs | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9007 | Cinematographic cameras and projectors, whether or not incorporating sound recording or reproducing apparatus | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------|--|--|---|
| 9011 | Compound optical microscopes, including those for photomicrography, cinephotomicrography or microprojection | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| ex 9014 | Other navigational instruments and appliances | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9015 | Surveying (including photogrammetrical surveying), hydrographic, oceanographic, hydrological, meteorological or geophysical instruments and appliances, excluding compasses; rangefinders | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9016 | Balances of a sensitivity of 5 cg or better, with or without weights | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9017 | Drawing, marking-out or mathematical calculating instruments (for example, drafting machines, pantographs, protractors, drawing sets, slide rules, disc circulators); instruments for measuring length, for use in the hand (for example, measuring rods and tapes, micrometers, callipers), not specified or included elsewhere in this chapter | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9018 | Instruments and appliances used in medical, surgical, dental or veterinary sciences, including scintigraphic apparatus, other electro-medical apparatus and sight-testing instruments: <ul style="list-style-type: none"> — Dentists' chairs incorporating dental appliances or dentists' spittoons | Manufacture from materials of any heading, including other materials of heading No 9018 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|------------------|---|--|---|
| 9018 (cont'd) | — Other | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 9019 | Mechano-therapy appliances; massage apparatus; psychological aptitude-testing apparatus; ozone therapy, oxygen therapy, aerosol therapy, artificial respiration or other therapeutic respiration apparatus | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 9020 | Other breathing appliances and gas masks, excluding protective masks having neither mechanical parts nor replaceable filters | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 25% of the ex-works price of the product |
| 9024 | Machines and appliances for testing the hardness, strength, compressibility, elasticity or other mechanical properties of materials (for example, metals, wood, textiles, paper, plastics) | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9025 | Hydrometers and similar floating instruments, thermometers, pyrometers, barometers, hygrometers and psychrometers, recording or not, and any combination of these instruments | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9026 | Instruments and apparatus for measuring or checking the flow, level, pressure or other variables of liquids or gases (for example, flow meters, level gauges, manometers, heat meters), excluding instruments and apparatus of heading Nos 9014, 9015, 9028 or 9032 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------|--|--|---|
| 9027 | Instruments and apparatus for physical or chemical analysis (for example, polarimeters, refractometers, spectrometers, gas or smoke analysis apparatus); instruments and apparatus for measuring or checking viscosity, porosity, expansion, surface tension or the like; instruments and apparatus for measuring or checking quantities of heat, sound or light (including exposure meters); microtomes | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9028 | Gas, liquid or electricity supply or production meters, including calibrating meters therefor: — Parts and accessories — Other | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product Manufacture: — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9029 | Revolution counters, production counters, taximeters, milometers, pedometers and the like; speed indicators and tachometers, other than those of heading No 9104 or 9015; stroboscopes | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9030 | Oscilloscopes, spectrum analysers and other instruments and apparatus for measuring or checking electrical quantities, excluding meters of heading No 9028; instruments and apparatus for measuring or detecting alpha, beta, gamma, X-ray, cosmic or other ionising radiations | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9031 | Measuring or checking instruments, appliances and machines, not specified or included elsewhere in this Chapter; profile projectors | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9032 | Automatic regulating or controlling instruments and apparatus | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|---------------|--|---|---|
| 9033 | Parts and accessories (not specified or included elsewhere in this Chapter) for machines, appliances, instruments or apparatus of Chapter 90 | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| ex Chapter 91 | Clocks and watches and parts thereof; except for heading Nos 9105 and 9109 to 9113 for which the rules are set out below: | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| 9105 | Other clocks | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9109 | Clock movements, complete and assembled | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where the value of all the non-originating materials used does not exceed the value of the originating materials used | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9110 | Complete watch or clock movements, unassembled or partly assembled (movement sets); incomplete watch or clock movements, assembled; rough watch or clock movements | Manufacture: <ul style="list-style-type: none"> — in which the value of all the materials used does not exceed 40% of the ex-works price of the product, and — where, within the above limit, the materials classified within heading No 9114 are only used up to a value of 10% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9111 | Watch cases and parts thereof | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |

| (1) | (2) | (3) | or (4) |
|---------------------|--|--|---|
| 9112 | Clock cases and cases of a similar type for other goods of this Chapter, and parts thereof | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 40% of the ex-works price of the product | Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product |
| 9113 | Watch straps, watch bands and watch bracelets, and parts thereof: <ul style="list-style-type: none"> — Of base metal, whether or not plated, or of clad precious metal — Other | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| Chapter 92 | Musical instruments; parts and accessories of such articles | Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product | |
| Chapter 93 | Arms and ammunition; parts and accessories thereof | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 94 | Furniture; bedding, mattresses, mattress supports, cushions and similar stuffed furnishings; lamps and lighting fittings, not elsewhere specified or included; illuminated signs, illuminated nameplates and the like; prefabricated buildings; except for heading Nos 9401, ex 9403, 9405 and 9406 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 9401 and ex 9403 | Base metal furniture, incorporating unstuffed cotton cloth of a weight of 300 g/m ² or less | Manufacture in which all the materials used are classified in a heading other than that of the product or Manufacture from cotton cloth already made up in a form ready for use of heading No 9401 or 9403, provided: <ul style="list-style-type: none"> — its value does not exceed 25% of the ex-works price of the product, and — all the other materials used are already originating and are classified in a heading other than heading No 9401 or 9403 | |

| (1) | (2) | (3) | or (4) |
|---------------------|---|--|--------|
| 9405 | Lamps and lighting fittings including searchlights and spotlights and parts thereof, not elsewhere specified or included; illuminated signs, illuminated name-plates and the like, having a permanently fixed light source, and parts thereof not elsewhere specified or included | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 9406 | Prefabricated buildings | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex Chapter 95 | Toys, games and sports requisites; parts and accessories thereof; except for heading Nos 9503 and 9606 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| 9503 | Other toys; reduced-size ('scale') models and similar recreational models, working or not; puzzles of all kinds | Manufacture in which: <ul style="list-style-type: none"> <li data-bbox="687 1059 1050 1137">— all the materials used are classified within a heading other than that of the product, and <li data-bbox="687 1171 1050 1249">— the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 9506 | Articles and equipment for gymnastics, athletics, other sports (excluding table tennis) or outdoor games not specified or included elsewhere in this Chapter; swimming pools and paddling pools | Manufacture in which all the materials used are classified within a heading other than that of the product. However, roughly shaped blocks for making golf club heads may be used | |
| ex Chapter 96 | Miscellaneous manufactured articles; except for heading Nos ex 9601, ex 9602, ex 9603, 9605, 9606, 9612, ex 9613 and ex 9614 for which the rules are set out below: | Manufacture in which all the materials used are classified within a heading other than that of the product | |
| ex 9601 and ex 9602 | Articles of animal, vegetable or mineral carving materials | Manufacture from 'worked' carving materials of the same heading | |
| ex 9603 | Brooms and brushes (except for besoms and the like and brushes made from marten or squirrel hair), hand-operated mechanical floor sweepers, not motorised, paint pads and rollers, squeegees and mops | Manufacture in which the value of all the materials used does not exceed 50% of the ex-works price of the product | |

| (1) | (2) | (3) | or (4) |
|------------|---|--|--------|
| 9605 | Travel sets for personal toilet, sewing or shoe or clothes cleaning | Each item in the set must satisfy the rule, which would apply to it if it were not included in the set. However, non-originating articles may be incorporated, provided their total value does not exceed 15% of the ex-works price of the set | |
| 9606 | Buttons, press-fasteners, snap-fasteners and press-studs, button moulds and other parts of these articles; button blanks | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| 9612 | Typewriter or similar ribbons, inked or otherwise prepared for giving impressions, whether or not on spools or in cartridges; ink-pads, whether or not inked, with or without boxes | Manufacture in which: <ul style="list-style-type: none"> — all the materials used are classified within a heading other than that of the product, and — the value of all the materials used does not exceed 50% of the ex-works price of the product | |
| ex 9613 | Lighters with piezo-igniter | Manufacture in which the value of all the materials of heading No 9613 used does not exceed 30% of the ex-works price of the product | |
| ex 9614 | Smoking pipes and pipe bowls | Manufacture from roughly shaped blocks | |
| Chapter 97 | Works of art, collectors' pieces and antiques | Manufacture in which all the materials used are classified within a heading other than that of the product | |

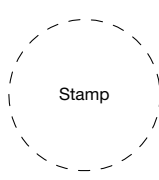
ANNEX III

EUR.1 MOVEMENT CERTIFICATES

1. EUR.1 movement certificates shall be made out on the form of which a specimen appears in this Annex. This form shall be printed in one or more of the languages in which the Agreement is drawn up. Certificates shall be made out in one of these languages and in accordance with the provisions of the domestic law of the exporting State. If they are handwritten, they shall be completed in ink and in capital letters.
2. Each certificate shall measure 210 × 297 mm; a tolerance of up to minus 5 mm or plus 8 mm in the length may be allowed. The paper used must be white, sized for writing, not containing mechanical pulp and weighing not less than 25 g/m². It shall have a printed green guilloche pattern background making any falsification by mechanical or chemical means apparent to the eye.
3. The competent authorities of the Member States of the Community and of Morocco may reserve the right to print the certificates themselves or may have them printed by approved printers. In the latter case each certificate must include a reference to such approval. Each certificate must bear the name and address of the printer or a mark by which the printer can be identified. It shall also bear a serial number, either printed or not, by which it can be identified.

MOVEMENT CERTIFICATE

(1) If goods are not packed, indicate number of articles or state 'in bulk' as appropriate.

| | | | |
|---|---|---|--|
| 1. Exporter (name, full address, country) | <h1 style="margin: 0;">EUR. 1</h1> No A 000.000 | | |
| | See notes overleaf before completing this form | | |
| 3. Consignee (name, full address, country) (optional) | 2. Certificate used in preferential trade between <p style="text-align: center;">and</p> (insert appropriate countries, groups of countries or territories) | | |
| | 4. Country, group of countries or territory in which the products are considered as originating | 5. Country, group of countries or territory of destination | |
| 6. Transport details (optional) | 7. Remarks | | |
| 8. Item number, marks and numbers, number and kind of package (1), description of goods | 9. Gross weight (kg) or other measure (litres, m³, etc.) | 10. Invoices (optional) | |
| 11. CUSTOMS ENDORSEMENT Declaration certified Export document (2) Form No Customs office Issuing country or territory Date <p style="text-align: center;">(Signature)</p> |  <p style="margin: 0;">Stamp</p> | 12. DECLARATION BY THE EXPORTER I, the undersigned, declare that the goods described above meet the conditions required for the issue of this certificate. Place and date <p style="text-align: center;">(Signature)</p> | |

(2) Complete only when the regulations of the exporting country or territory require.

| | |
|---|---|
| <p>13. REQUEST FOR VERIFICATION, to:</p> | <p>14. RESULT OF VERIFICATION</p> |
| <p>Verification of the authenticity and accuracy of this certificate is requested</p> <p>.....</p> <p>(Place and date)</p> <p style="text-align: center;">Stamp</p> <p>.....</p> <p>(Signature)</p> | <p>Verification carried out shows that this certificate ⁽¹⁾</p> <p><input type="checkbox"/> was issued by the customs office indicated and that the information contained therein is accurate.</p> <p><input type="checkbox"/> does not meet the requirements as to authenticity and accuracy (see remarks appended).</p> <p>.....</p> <p>(Place and date)</p> <p style="text-align: center;">Stamp</p> <p>.....</p> <p>(Signature)</p> <p>⁽¹⁾ Insert X in the appropriate box.</p> |

NOTES

1. Certificates must not contain erasures or words written over one another. Any alterations must be made by deleting the incorrect particulars and adding any necessary corrections. Any such alteration must be initialled by the person who completed the certificate and endorsed by the customs authorities of the issuing country or territory.
2. No spaces must be left between the items entered on the certificate and each item must be preceded by an item number. A horizontal line must be drawn immediately below the last item. Any unused space must be struck through in such a manner as to make any later additions impossible.
3. Goods must be described in accordance with commercial practice and with sufficient detail to enable them to be identified.

APPLICATION FOR A MOVEMENT CERTIFICATE

(*) If goods are not packed, indicate number of articles or state 'in bulk' as appropriate.

| | | | |
|---|--|---|--|
| 1. Exporter (name, full address, country) | <h3 style="margin: 0;">EUR. 1</h3> <h3 style="margin: 0;">No A 000.000</h3> <p style="font-size: small; margin: 5px 0;">See notes overleaf before completing this form</p> | | |
| 3. Consignee (name, full address, country) (optional) | 2. Application for a certificate to be used in preferential trade between <p style="text-align: center;">.....</p> <p style="text-align: center;">and</p> <p style="text-align: center;">.....</p> <p style="text-align: center; font-size: x-small;">(insert appropriate countries, groups of countries or territories)</p> | | |
| | 4. Country, group of countries or territory in which the products are considered as originating | 5. Country, group of countries or territory of destination | |
| 6. Transport details (optional) | 7. Remarks | | |
| 8. Item number, marks and numbers, number and kind of packages^(*), description of goods | 9. Gross weight (kg) or other measure (litres, m³, etc.) | 10. Invoices (optional) | |

DECLARATION BY THE EXPORTER

I, the undersigned, exporter of the goods described overleaf,

DECLARE that the goods meet the conditions required for the issue of the attached certificate;

SPECIFY as follows the circumstances which have enabled these goods to meet the above conditions:

.....
.....
.....
.....

SUBMIT the following supporting documents ⁽¹⁾:

.....
.....
.....
.....

UNDERTAKE to submit, at the request of the appropriate authorities, any supporting evidence which these authorities may require for the purpose of issuing the attached certificate, and undertake, if required, to agree to any inspections of my accounts and to any check on the processes of manufacture of the above goods, carried out by the said authorities;

REQUEST the issue of the attached certificate for these goods.

.....
(Place and date)

.....
(Signature)

⁽¹⁾ For example, import documents, movement certificates, manufacturer's declarations, etc. referring to the products used in manufacture or to the goods re-exported in the same state.

ANNEX IV

DECLARATION REFERRED TO IN ARTICLE 22(4)

I, the undersigned, exporter of the goods covered by this document declare that except where otherwise indicated, the goods meet the conditions to obtain originating status in preferential trade with:

The European Community/Israel ⁽¹⁾

and that the country of origin of the goods is:

The European Community/Israel ⁽¹⁾

.....
(Place and date)

.....
(Signature)

(The signature must be followed by the name of the signatory in
clear script)

⁽¹⁾ Delete where necessary.

PROTOCOL 5

on mutual assistance between administrative authorities in customs matters

Article 1

Definitions

For the purposes of this Protocol:

- (a) 'customs legislation' shall mean provisions adopted by the Parties and governing the import, export, transit of goods and their placing under any customs procedure, including measures of prohibition, restriction and control;
- (b) 'customs duties' shall mean all duties, taxes, fees or other charges which are levied and collected in the territories of the Parties, in application of customs legislation, but not including fees and charges which are limited in amount to the approximate costs of services rendered;
- (c) 'applicant authority' shall mean a competent administrative authority which has been appointed by a Party for this purpose and which makes a request for assistance in customs matters;
- (d) 'requested authority' shall mean a competent administrative authority which has been appointed by a Party for this purpose and which receives a request for assistance in customs matters;
- (e) 'personal data' shall mean all information relating to an identified or identifiable individual.

Article 2

Scope

1. The Parties shall assist each other, within their competences, in the manner and under the conditions laid down in this Protocol, in ensuring that customs legislation is correctly applied, in particular by the prevention, detection and investigation of operations in breach of that legislation.

2. Assistance in customs matters, as provided for in this Protocol, shall apply to any administrative authority of the Parties which is competent for the application of this Protocol. It shall not prejudice the rules governing mutual assistance in criminal matters. Nor shall it cover information obtained under powers exercised at the request of the judicial authorities, unless those authorities so agree.

Article 3

Assistance on request

1. At the request of the applicant authority, the requested authority shall furnish it with all relevant information which

may enable it to ensure that customs legislation is correctly applied, including information regarding operations noted or planned which are or could be in breach of such legislation.

2. At the request of the applicant authority, the requested authority shall inform it whether goods exported from the territory of one of the Parties have been properly imported into the territory of the other Party, specifying, where appropriate, the customs procedure applied to the goods.

3. At the request of the applicant authority, the requested authority shall take the necessary steps to ensure that a special watch is kept on:

- (a) natural or legal persons of whom there are reasonable grounds for believing that they are breaching or have breached customs legislation;
- (b) places where goods are stored in a way that gives grounds for suspecting that they are intended to supply operations contrary to customs legislation;
- (c) movements of goods notified as possibly giving rise to breaches of customs legislation;
- (d) means of transport for which there are reasonable grounds for believing that they have been, are or may be used in operations in breach of customs legislation.

Article 4

Spontaneous assistance

The Parties shall provide each other, in accordance with their laws, rules and other legal instruments, with assistance if they consider that to be necessary for the correct application of customs legislation, particularly when they obtain information pertaining to:

- operations which constitute, or appear to them to constitute breaches of such legislation and which may be of interest to other Parties,
- new means or methods employed in realising such operations,
- goods known to be subject to breaches of customs legislation.

*Article 5***Delivery/notification**

At the request of the applicant authority, the requested authority shall in accordance with its legislation take all necessary measures in order:

- to deliver all documents,
- to notify all decisions,

falling within the scope of this Protocol to an addressee, residing or established in its territory. In such a case Article 6(3) shall apply.

*Article 6***Form and substance of requests for assistance**

1. Requests pursuant to this Protocol shall be made in writing. Documents necessary for the execution of such requests shall accompany the request. When required because of the urgency of the situation, oral requests may be accepted, but must be confirmed in writing immediately.

2. Requests pursuant to paragraph 1 shall include the following information:

- (a) the applicant authority making the request;
- (b) the actions to be undertaken;
- (c) the object of and the reason for the request;
- (d) the laws, rules and other legal elements involved;
- (e) indications as exact and comprehensive as possible on the natural or legal persons being the target of the investigations;
- (f) a summary of the relevant facts and of the enquiries already carried out, except in cases provided for in Article 5.

3. Requests shall be submitted in an official language of the requested authority or in a language acceptable to such authority.

4. If a request does not meet the formal requirements, its correction or completion may be demanded; the ordering of precautionary measures may, however, take place.

*Article 7***Execution of requests**

1. 1. In order to comply with a request for assistance, the requested authority or, when the latter cannot act on its own, the administrative department to which the request has been

addressed by this authority, shall proceed, within its competence and available resources, as though it were acting on its own account or at the request of other authorities of that same Party, by supplying information already possessed, by carrying out appropriate enquiries or by arranging for them to be carried out.

2. Requests for assistance will be executed in accordance with the laws, rules and other legal instruments of the requested Party.

3. Officials of the requesting Party, authorised to investigate breaches of customs legislation may, in particular cases and with the agreement of the requested Party, be present respectively in the Community or in Israel, when its officials are investigating breaches which are of concern to the requesting Party and may ask that the requested Party review relevant books, registers and other documents or data-media and supply copies thereof or provide any information relating to the breach.

*Article 8***Form in which information is to be communicated**

1. The requested authority shall communicate results of enquiries to the applicant authority in the form of documents, certified copies of documents, reports and the like.

2. The documents provided for in paragraph 1 may be replaced by computerised information produced in any form for the same purpose.

*Article 9***Exceptions to the obligation to provide assistance**

1. The Parties may refuse to give assistance as provided for in this Protocol, where to do so would:

- (a) be likely to prejudice the sovereignty of a Member State of the Community or of Israel which has been asked for assistance under this Protocol; or
- (b) be likely to prejudice public policy, security or other essential interests; or
- (c) involve currency or tax regulations other than regulations concerning customs duties; or
- (d) violate an industrial, commercial or professional secret.

2. Where the applicant authority asks for assistance which it would itself be unable to provide if so asked, it shall draw attention to that fact in its request. It shall then be left to the requested authority to decide how to respond to such a request.

3. If assistance is withheld or denied, the decision and the reasons therefore must be notified to the applicant authority without delay.

Article 10

Obligation to observe confidentiality

1. Any information communicated in whatsoever form pursuant to this Protocol shall be of a confidential nature. It shall be covered by the obligation of official secrecy and shall enjoy the protection extended to like information under the relevant laws of the Party which received it and the corresponding provisions applying to the Community authorities.

2. Personal data may only be transmitted if the level of personal protection afforded by the legislations of the Parties is equivalent. The Parties shall ensure at least a level of protection based on the principles of Council of Europe Convention No 108 of 28 January 1981 for the Protection of Individuals with regard to Automatic Processing of Personal Data.

Article 11

Use of information

1. Information obtained shall be used solely for the purposes of this Protocol and may be used within each Party for other purposes only with the prior written consent of the administrative authority which furnished the information and shall be subject to any restrictions laid down by that authority.

2. Paragraph 1 shall not impede the use of information in any judicial or administrative proceedings subsequently instituted for failure to comply with customs legislation.

3. The Parties may, in their records of evidence, reports and testimonies and in proceedings and charges brought before the courts, use as evidence information obtained and documents consulted in accordance with the provisions of this Protocol.

Article 12

Experts and witnesses

An official of a requested authority may be authorised to appear, within the limitations of the authorisation granted, as expert or witness in judicial or administrative proceedings regarding the matters covered by this Protocol in the

jurisdiction of another Party, and produce such objects, documents or authenticated copies thereof, as may be needed for the proceedings. The request for an appearance must indicate specifically on what matters and by virtue of what title or qualification the official will be questioned.

Article 13

Assistance expenses

The Parties shall waive all claims on each other for the reimbursement of expenses incurred pursuant to this Protocol, except, as appropriate, for expenses to experts and witnesses and to interpreters and translators who are not public service employees.

Article 14

Implementation

1. The application of this Protocol shall be entrusted to the competent services of the Commission of the European Communities and, where appropriate, the customs authorities of the Member States of the Community on the one hand and to the central customs authorities of Israel on the other hand. They shall decide on all practical measures and arrangements necessary for its application, taking into consideration rules in the field of data protection. They may recommend to the competent bodies amendments which they consider be made to this Protocol.

2. The Parties shall consult each other and subsequently keep each other informed of the detailed rules of implementation which are adopted in accordance with the provisions of this Protocol.

Article 15

Complementarity

1. This Protocol shall complement and not impede the application of any agreements on mutual assistance which have been concluded or may be concluded between individual or several Member States of the Community and Israel. Nor shall it preclude more extensive mutual assistance granted under such agreements.

2. Without prejudice to Article 11, these agreements do not prejudice Community provisions governing the communication between the competent services of the Commission and the customs authorities of the Member States of any information obtained in customs matters which could be of Community interest.