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EUROPEAN COMMUNITIES

Treaty Series No. 22 (1980)

## Co-operation Agreement

between the

European Economic Community and the Arab Republic of Egypt

and

Agreement between the Member States of the European Coal and Steel Community and the Arab Republic of Egypt

Brussels, 18 January 1977

[The Agreements entered into force on 1 November 1978 and 1 January 1980 respectively]

Presented to Parliament by the Secretary of State for Foreign and Commonwealth Affairs by Command of Her Majesty February 1980

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# CO-OPERATION AGREEMENT BETWEEN THE EUROPEAN ECONOMIC COMMUNITY AND THE ARAB REPUBLIC OF EGYPT

His Majesty the King of the Belgians, Her Majesty the Queen of Denmark, The President of the Federal Republic of Germany, The President of the French Republic, The President of Ireland, The President of the Italian Republic, His Royal Highness the Grand Duke of Luxembourg, Her Majesty the Queen of the Netherlands, Her Majesty the Queen of the United Kingdom of Great Britain and Northern Ireland, and The Council of the European Communities, of the one part, and The President of the Arab Republic of Egypt, of the other part,

#### Preamble

Wishing to demonstrate their common desire to maintain and strengthen their friendly relations in accordance with the principles of the United Nations Charter(1),

Resolved to establish wide-ranging co-operation which will contribute to Egypt's economic and social development and help to strengthen relations between the Community and Egypt,

Resolved to promote, having regard to their respective levels of development, economic and trade co-operation between the Community and Egypt and to provide a sound basis therefor in conformity with their international obligations,

Resolved to establish a new model for relations between developed and developing States, compatible with the aspirations of the international community towards a more just and more balanced economic order,

Noting that Article 17 of the Agreement signed in Brussels on 18 December 1972(2) provides for the conclusion on a wider basis of a new agreement,

Have decided to conclude this Agreement, and to this end have designated as their Plenipotentiaries:

His Majesty the King of the Belgians: Renaat van Elslande, Minister for Foreign Affairs;

Her Majesty the Queen of Denmark:
Jens Christensen,
Ambassador,
Permanent Under-Secretary;

The President of the Federal Republic of Germany: Hans-Dietrich Genscher, Federal Minister for Foreign Affairs;

<sup>(1)</sup> Treaty Series No. 67 (1946), Cmd. 7015.

<sup>(3)</sup> European Communities No. 1 (1975), Cmnd. 5926.

The President of the French Republic:

Louis de Guiringaud,

Minister for Foreign Affairs;

The President of Ireland:

Garret Fitzgerald,

Minister for Foreign Affairs;

The President of the Italian Republic:

Arnaldo Forlani.

Minister for Foreign Affairs;

His Royal Highness the Grand Duke of Luxembourg:

Gaston Thorn,

President and Minister for Foreign Affairs of the Government of the Grand Duchy of Luxembourg;

Her Majesty the Queen of the Netherlands:

Max van der Stoel.

Minister for Foreign Affairs of the Kingdom of the Netherlands;

Her Majesty the Queen of the United Kingdom of Great Britain and Northern Ireland:

Anthony Crosland, M.P.,

Secretary of State for Foreign and Commonwealth Affairs of the United Kingdom of Great Britain and Northern Ireland;

The Council of the European Communities:

Anthony Crosland, M.P.,

President in Office of the Council of the European Communities, Secretary of State for Foreign and Commonwealth Affairs of the United Kingdom of Great Britain and Northern Ireland;

Claude Cheysson,

Member of the Commission of the European Communities;

The President of the Arab Republic of Egypt:

Zakareya Tawfik Abdel-Fattah,

Minister for Foreign Trade of the Arab Republic of Egypt;

#### ARTICLE 1

The object of this Agreement between the Community and Egypt is to promote overall co-operation between the Contracting Parties with a view to contributing to the economic and social development of Egypt and helping to strengthen relations between the Parties. To this end provisions and measures will be adopted and implemented in the fields of economic, technical and financial co-operation and of trade.

#### TITLE I

#### Economic, Technical and Financial Co-operation

#### ARTICLE 2

The Community and Egypt shall institute co-operation with the aim of contributing to Egypt's development by means of efforts complementary to those made by Egypt itself, and of strengthening existing economic links on as broad a basis as possible for the mutual benefit of the Parties.

#### ARTICLE 3

In order to achieve the co-operation referred to in Article 2, account shall be taken, in particular, of the following:

- -the objectives and priorities of Egypt's development plans and programmes;
- —the importance of schemes into which different operations are integrated;
- —the importance of promoting regional co-operation between Egypt and other states.

#### ARTICLE 4

- 1. The purpose of co-operation between the Community and Egypt shall be to promote, in particular:
  - —participation by the Community in the efforts made by Egypt to develop its production and economic infrastructure in order to diversify its economic structure. Such participation should be connected, in particular, with the industrialization of Egypt and the modernization of its agriculture;
  - —the marketing and promotion of sales of products exported by Egypt;
  - -industrial co-operation aimed at boosting Egypt's industrial production through measures:
    - —to encourage participation by the Community in the implementation of Egypt's industrial development programmes,
    - —to foster the organization of contacts and meetings between Egyptian and Community industrial policy-makers, promoters and firms in order to promote the establishment of new relations in the industrial field in conformity with the objectives of the Agreement,
    - -to facilitate the acquisition on favourable terms of patents and other industrial property by means of financing in conformity with Protocol No. 1 and/or by other appropriate arrangements with undertakings and institutions in the Community,
    - -to permit the removal of non-tariff and non-quota barriers likely to impede access to either market,
  - -co-operation in the fields of science, technology and the protection of the environment;
  - -participation by Community operators in programmes for the exploration, production and processing of Egypt's resources and any activities which

would develop these resources on the spot, and the proper performance of co-operation and investment contracts concluded for this purpose between their operators;

- -co-operation in the fisheries sector;
- —the encouragement of private investments which are in the mutual interest of both Parties;
- -exchange of information on the economic and financial situation, and on developments therein, as required for the proper functioning of the Agreement.
- 2. The Contracting Parties may decide on further areas of co-operation.

#### ARTICLE 5

- 1. The Co-operation Council shall periodically define the guidelines of co-operation for the purpose of attaining the aims set out in the Agreement.
- 2. The Co-operation Council shall be responsible for seeking ways and means of establishing co-operation in the areas defined in Article 4. To that end it is empowered to make decisions.

#### ARTICLE 6

The Community shall participate in the financing of any measures to promote Egypt's development under the conditions laid down in Protocol No 1 on technical and financial co-operation, account being taken of the possibilities offered by triangular co-operation.

#### ARTICLE 7

The Contracting Parties shall facilitate the proper performance of cooperation and investment contracts which are of interest to both Parties and come within the framework of the Agreement.

#### TITLE II

### Trade Co-operation

#### ARTICLE 8

In the field of trade, the object of this Agreement is to promote trade between the Contracting Parties, taking account of their respective levels of development and of the need to ensure a better balance in their trade, with a view to increasing the rate of growth of Egypt's trade and improving the conditions of access for its products to the Community market.

#### A. Industrial Products

#### ARTICLE 9

Subject to the provisions of Articles 13, 14 and 16, customs duties and charges having equivalent effect on imports into the Community of products

originating in Egypt other than those listed in Annex II to the Treaty establishing the European Economic Community(3), and other than those listed in Annex A, shall be abolished in accordance with the following timetable:

Timetable	Rate of reduction
-on the date of the entry into force of the Agreement -from 1 July 1977	80 % 100 %

#### ARTICLE 10

- 1. For each product, the basic duties to which the reductions provided for in Article 9 are to be applied are:
  - -for the Community as originally constituted: those duties actually applied in respect of Egypt on 1 January 1975 pursuant to the provisions of Annex I to the Agreement of 18 December 1972 between the Community and Egypt(2);
  - -for Denmark, Ireland and the United Kingdom: those duties actually applied in respect of Egypt on 1 January 1972.
- The reduced duties calculated in accordance with Article 9 shall be applied rounded to the first decimal place.

Subject to the application by the Community of Article 39(5) of the Act concerning the Conditions of Accession and the Adjustments to the Treaties of 22 January 1972(4), as regards the specific duties or the specific part of the mixed duties in the Customs Tariffs of Ireland and of the United Kingdom, Article 9 shall be applied, with rounding to the fourth decimal place.

#### ARTICLE 11

- 1. In the case of customs duties comprising a protective element and a fiscal element, Article 9 shall apply to the protective element.
- 2. The United Kingdom shall replace customs duties of a fiscal nature and the fiscal element of such duties by an internal tax, in accordance with Article 38 of the Act concerning the Conditions of Accession and the Adjustments to the Treaties referred to in Article 10.

#### ARTICLE 12

Quantitative restrictions on imports into the Community of products originating in Egypt other than those listed in Annex II of the Treaty establishing the European Economic Community, and other than those listed in Annex B, shall be removed on the date of the entry into force of the Agreement, and measures having an effect equivalent to quantitative restrictions on imports shall be abolished on the date of the entry into force of the Agreement.

<sup>(3)</sup> Treaty Series No. 15 (1979), Cmnd. 7460. (4) Treaty Series No. 18 (1979), Cmnd. 7463.

The measures provided for in Article 1 of Protocol No. 7 to the Act concerning the Conditions of Accession and the Adjustments to the Treaties referred to in Article 10 concerning imports of motor vehicles and the motor vehicle assembly industry in Ireland shall apply to Egypt.

#### ARTICLE 14

1. Imports of the following products shall be subject to annual ceilings above which the customs duties actually applied in respect of third countries may be reintroduced in accordance with paragraphs 2 to 6, the ceiling fixed for the year of the entry into force of the Agreement being indicated in each case.

Common Customs Tariff Heading No.	Description	Ceiling (tonnes)
27.10	Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing not less than 70% by weight of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:  A. Light oils:  III. For other purposes  B. Medium oils:  III. For other purposes  C. Heavy oils:  I. Gas oils:  c) For other purposes  II. Fuel oils:  c) For other purposes  III. Lubricating oils; other oils:  c) To be mixed in accordance with the terms of Additional Note 7 to Chapter 27  d) For other purposes	
27.11	Petroleum gases and other gaseous hydrocarbons:  A. Propane of a purity not less than 99%:  I. For use as power or heating fuel  B. Other:  I. Commercial propane and commercial butane:  c) For other purposes	450,000
27.12	Petroleum jelly: A. Crude: III. For other purposes B. Other	
27.13	Paraffin wax, micro-crystalline wax, stack wax, ozokerite, lignite wax, peat wax and other mineral waxes, whether or not coloured:  B. Other:  I. Crude:  c) For other purposes  II. Other	
27.14	Petroleum bitumen, petroleum coke and other residues of petroleum oils or of oils obtained from bituminous minerals:  C. Other:  II. Other	
31.03	Mineral or chemical fertilizers, phosphatic	35,000
55.05	Cotton yarn, not put up for retail sale	7,000
55.09	Other woven fabrics of cotton	3,250

- 2. From the following year, the ceilings indicated in paragraph 1 shall be raised annually by 5%.
- 3. For the products falling within Common Customs Tariff heading No. 28.40 B II (phosphates, including polyphosphates, other than of ammonia) and Chapter 76 (aluminium) of the Common Customs Tariff, the Community reserves the right to introduce ceilings.
- 4. When a ceiling fixed for imports of a product covered by this Article is reached, the customs duties actually applied in respect of third countries may be reimposed on imports of the product in question until the end of the calendar year.
- 5. When imports into the Community of a product subject to ceilings reach 75% of the level fixed, the Community shall inform the Co-operation Council.
- 6. The ceilings provided for in this Article shall be abolished not later than 31 December 1979.

- 1. The Community reserves the right to modify the arrangements applicable to the petroleum products falling within headings Nos. 27.10, 27.11 A and B I, 27.12, 27.13 B and 27.14 of the Common Customs Tariff:
  - -upon the adoption of a common definition of origin for petroleum products;
  - -upon the adoption of decisions under a common commercial policy, or
  - —upon the establishment of a common energy policy.
- 2. In that event the Community shall ensure that imports of these products will enjoy advantages equivalent to those provided for in this Agreement.

For the application of this paragraph consultations shall be held within the Co-operation Council at the request of the other Party.

3. Subject to paragraph 1, this Agreement shall not affect the non-tariff rules applied to imports of petroleum products.

#### ARTICLE 16

For goods resulting from the processing of agricultural products listed in Annex C, the reductions specified in Article 9 shall apply to the fixed component of the charge levied on imports of these products into the Community.

### B, AGRICULTURAL PRODUCTS

### ARTICLE 17

1. Customs duties on imports into the Community of the following products originating in Egypt shall be reduced by the rates indicated for each of them.

Common Customs Tariff Heading No.	Description	Rate of reduction
03.03	Crustaceans and molluscs, whether in shell or not, fresh (live or dead), chilled, frozen, salted, in brine or dried; crustaceans, in shell, simply boiled in water:  A. Crustaceans:  ex IV. Shrimps and prawns:  —Fresh or frozen	50%
05.04	Guts, bladders and stomachs of animals (other than fish), whole and pieces thereof	80%
07.01	Vegetables, fresh or chilled:  A. Potatoes: II. New potatoes: ex a) From 1 January to 15 May —From 1 January to 31 March F. Leguminous vegetables, shelled or unshelled: II. Beans (of the species Phaseolus):	40%
	ex a) From 1 October to 30 June:  —From 1 November to 30 April	60%
	ex H. Onions, shallots and garlic:  —Onions, from 1 February to 30 April  —Garlic, from 1 February to 31 May  M. Tomatoes:	60 % 50 %
:	ex I. From 1 November to 14 May: —From 1 December to 31 March ex S. Sweet peppers:	60%
07.04	—From 15 November to 30 April	40%
07.05	Dried leguminous vegetables, shelled, whether or not skinned or split:  B. Other (than for sowing)	80%
08.01	Dates, bananas, coconuts, Brazil nuts, cashew nuts, pineapples, avocados, mangoes, guavas and mangosteens, fresh or dried, shelled or not: ex A. Dates:  —Dried	80 %
	H. Other (Mangoes, guavas and mangosteens)	80% 40%
80.02	Citrus fruit, fresh or dried: ex A. Oranges: —Fresh	60%
	ex B. Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids:  —Fresh	60%
08.02	ex C. Lemons: —Fresh;	40 % 80 %
	D. Grapefruit: ex E. Other —Limes	80% 80%
08.04	Grapes fresh or dried: A. Fresh: I. Table grapes: ex a) From 1 November to 14 July	60%
1	-From 1 December to 30 April	w/ <sub>6</sub>

Common Customs Tariff Heading No.	Description	Rate of reduction
ex 08.09	Other fruit, fresh: —Watermelons, from 1 April to 15 June	50%
08.12	Fruit, dried, other than that falling within headings Nos. 08.01, 08.02, 08.03, 08.04 and 08.05:  E. Papaws	50%
09.04	Pepper of the genus "Piper"; pimento of the genus "Capsicum" or the genus "Pimenta"	80%
09.09	Seeds of anise, badian, fennel, coriander, cumin, caraway and juniper	80%
12.03	Seeds, fruits and spores, of a kind used for sowing:  E. Other (a)	50%
12.07	Plants and parts (including seeds and fruit) of trees, bushes, shrubs or other plants, being goods of a kind used primarily in perfumery, in pharmacy, or for insecticidal, fungicidal or similar purposes, fresh or dried, whole, cut, crushed, ground or powdered:  A. Pyrethrum (flowers, leaves, stems, peel and roots)  B. Liquorice roots  C. Tonquin beans ex D. other:  —Camomile, mint, cinchowa bark, quassia amara (wood and bark), calabar beans, cubeb powder, coca leaves, other wood, roots and bark; mosses, lichens and algae	80 % 80 % 80 %
12.08	Locust beans, fresh or dried, whether or not kibbled or ground, but not further prepared; fruit kernels and other vegetable products of a kind used primarily for human food, not falling within any other heading	80%
16.05	Crustaceans and mulluscs, prepared or preserved: ex B. Other: ——Shrimps and prawns	50%
20.01	Vegetables and fruit, prepared or preserved by vinegar or acetic acid, with or without sugar, whether or not containing salt, spices or mustard;  A. Mango chutney	80%

<sup>(</sup>a) This concession is solely for seeds complying with the provisions of the Directives in the marketing of seeds and plants.

- 2. Paragraph 1 shall apply to fresh lemons of sub-heading 08.02 ex C of the Common Customs Tariff on condition that on the internal Community market the prices of lemons imported from Egypt are, after customs clearance and the deduction of import charges other than customs duties, not less than the reference price plus the incidence on that reference price of the customs duties actually applied in respect of third countries and a fixed amount of 1.20 units of account per 100 kilograms.
- 3. The import charges other than customs duties referred to in paragraph 2 shall be those to be used for the calculation of the entry prices referred to in Regulation (EEC) No. 1035/72 on the common organization of the market in fruit and vegetables.

However, the Community shall be entitled to calculate the amount to be deducted in respect of the import charges other than customs duties referred to in paragraph 2 in such a way, according to origin, as to avoid difficulties which may arise from the incidence of those charges on entry prices.

Articles 23 to 28 of Regulation (EEC) No. 1035/72 shall continue to apply.

4. By way of derogation from paragraph 1, Denmark, Ireland and the United Kingdom shall be authorized to apply, until 1 January 1978, to imports of fresh oranges of subheading 08.02 ex A of the Common Customs Tariff and of fresh mandarins (including tangerines and satsumas), elementines, wilkings and other similar citrus hybrids of subheading 08.02 ex B of the Common Customs Tariff, duties which may not be lower than those set out in Annex D.

#### ARTICLE 18

Customs duties on imports into the Community of the following products originating in Egypt shall be applied at the following rates:

Common Customs Tariff Heading No.	Description	Rate of Duty
07.04	Dried, dehydrated or evaporated vegetables, whole, cut, sliced, broken or in powder, but not further prepared:  A. Onions ex B. Other:  —Garlic	15% 14%

#### ARTICLE 19

- 1. The Community shall take all necessary measures to ensure that the levy on imports into the Community of rice falling within heading No. 10.06 of the Common Customs Tariff and originating in Egypt is the import levy calculated in accordance with Article 11 of Regulation (EEC) No. 1418/76 on the common organization of the market in rice, less an amount calculated in accordance with paragraph 3.
- 2. The provisions of paragraph 1 shall apply to an annual quantity not exceeding 32,000 tonnes, provided that Egypt levies a special charge on exports of the products referred to in that paragraph and provided also that this special charge which is equal to the amount by which the levy is reduced is reflected in the import price into the Community.
- 3. The amount by which the levy is reduced shall be fixed each quarter by the Community. It shall be equal to 25% of the average level of levies applicable during a reference period. This reference period and the rules for applying this Article shall be fixed in an exchange of letters between the Contracting Parties.
- 4. Consultations on the functioning of the system provided for in this Article may be held in the Co-operation Council.

#### ARTICLE 20

1. The Community shall take all necessary measures to ensure that the levy on imports into the Community of bran, sharps and other residues derived from the sifting, milling or other working of cereals falling within subheading 23.02 A of the Common Customs Tariff and originating in Egypt, is the import

levy calculated in accordance with Article 2 of Regulation (EEC) No. 2744/75 on the import and export system for products processed from cereals and from rice less a fixed amount equivalent to 60% of the variable component of the levy.

- 2. The provisions of paragraph 1 shall apply provided that Egypt levies on exports of the products referred to therein a special charge equal to the amount by which the levy is reduced and that this charge is reflected in the Community import price.
- 3. Detailed rules for the application of this Article shall be laid down in an exchange of letters between the Community and Egypt.
- 4. Consultations on the functioning of the system provided for in this Article shall take place within the Co-operation Council at the request of either Contracting Party.

#### ARTICLE 21

- 1. The rates of reduction specified in Article 17 shall apply to the customs duties actually applied in respect of third countries.
- 2. However, the duties resulting from the reductions made by Denmark, Ireland and the United Kingdom may in no case be lower than those applied by the said countries to the Community as originally constituted.
- 3. In derogation from paragraph 1, should the application thereof temporarily result in tariff movements away from alignment on the final duty, Denmark, Ireland and the United Kingdom may maintain their duties until the level of these duties has been reached on the occasion of a subsequent alignment, or they may apply the duty resulting from a subsequent alignment as soon as a tariff movement reaches or passes the said level.
- 4. The reduced duties calculated in accordance with Article 17 shall be rounded off to the first decimal place.

However, subject to the application by the Community of Article 39(5) of the Act concerning the Conditions of Accession and the Adjustments to the Treaties referred to in Article 10 as regards the specific duties or the specific part of the mixed duties in the Customs Tariffs of Ireland and of the United Kingdom the reduced duties shall be rounded off to the fourth decimal place.

- 5. The levy to which the new Member States shall apply the reduction provided for in Article 19 shall be the levy actually applied in respect of third countries.
- 6. In the new Member States the variable component of the levy referred to in Article 19 shall be calculated taking into account the rates actually applied in respect of third countries.

#### ARTICLE 22

1. Should specific rules be introduced as a result of the implementation of its agricultural policy or modification of the existing rules, or should the provisions on the implementation of its agricultural policy be modified or developed,

the Community may modify the arrangements laid down in the Agreement in respect of the products concerned.

In such cases the Community shall take appropriate account of Egypt's interests.

- 2. If the Community, in applying paragraph 1, modifies the arrangements made by this Agreement for products covered by Annex II to the Treaty establishing the European Economic Community, it shall accord imports originating in Egypt an advantage comparable to that provided for in this Agreement.
- 3. The application of this Article may be the subject of consultations in the Co-operation Council.

#### C. Common Provisions

#### ARTICLE 23

- 1. The products originating in Egypt referred to in this Agreement may not enjoy more favourable treatment when imported into the Community than that applied by the Member States between themselves.
- 2. For the application of paragraph 1, account shall not be taken of the customs duties and charges having equivalent effect resulting from the application of Articles 32, 36 and 59 of the Act concerning the Conditions of Accession and the Adjustments to the Treaties referred to in Article 10.

#### ARTICLE 24

- 1. Subject to the special provisions relating to frontier-zone trade, Egypt shall grant the Community treatment, in the field of trade, no less favourable than most-favoured-nation treatment.
- 2. Paragraph 1 shall not apply in the case of the maintenance or establishment of customs unions or free-trade areas.
- 3. Furthermore, Egypt may derogate from the provisions of paragraph 1 in the case of measures adopted with a view to regional economic integration or measures benefiting the developing countries. The Community shall be notified of such measures.

#### ARTICLE 25

- 1. The Contracting Parties shall inform each other on the occasion of the signing of this Agreement of the provisions they apply under their trade arrangements.
- 2. Egypt shall be entitled to introduce into its trade arrangements with the Community new customs duties or charges having equivalent effect and new quantitative restrictions or measures having equivalent effect and to increase the duties and the quantitative restrictions or charges or measures having equivalent effect applied to products originating in or going to the Community, where such

measures are necessitated by Egypt's industrialization and development requirements. The Community shall be notified of such measures.

For the application of these measures consultations shall be held within the Co-operation Council at the request of the other Contracting Party.

#### ARTICLE 26

Where Egypt applies quantitative restrictions in the form of quotas or currency allocations to a given product in accordance with its own legislation it shall treat the Community as a single entity.

#### ARTICLE 27

On the occasion of the reviews provided for in Article 46 of the Agreement the Contracting Parties shall seek opportunities to make progress towards the removal of obstacles to trade, while having regard to Egypt's essential development requirements.

#### ARTICLE 28

For the purposes of implementing this Title, Protocol No. 2 to this Agreement shall determine the rules of origin.

#### ARTICLE 29

In the event of modifications to the nomenclature of the customs tariffs of the Contracting Parties affecting products referred to in this Agreement, the Co-operation Council may adapt the tariff nomenclature of these products to conform with such modifications.

#### ARTICLE 30

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

Products exported to the territory of one of the Contracting Parties may not benefit from repayment of internal taxation in excess of the amount of direct or indirect taxation imposed upon them.

#### ARTICLE 31

Payments relating to commercial transactions carried out in accordance with foreign trade and exchange regulations and the transfer of such payments to the Member State of the Community in which the creditor is resident or to Egypt shall be free from any restrictions.

The Agreement shall not 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 the health and life of humans, animals or plants; the protection of national treasures of artistic, historical or archaelogical value; the protection of industrial and commercial property, or rules relating to gold or silver. Such prohibitions or restrictions must not, however, constitute a means of arbitrary discrimination or a disguised restriction on trade between the Contracting Parties.

#### ARTICLE 33

- 1. If one of the Contracting Parties finds that dumping is taking place in trade with the other Contracting Party, it may take appropriate measures against this practice in accordance with the Agreement on Implementation of Article VI of the General Agreement on Tariffs and Trade(5), under the conditions and in accordance with the procedures laid down in Article 35.
- 2. In the event of measures being directed against bounties or subsidies the Contracting Parties undertake to respect the provisions of Article VI of the General Agreement on Tariffs and Trade.

#### ARTICLE 34

If serious disturbances arise in any sector of the economy or if difficulties arise which might bring about a serious deterioration in the economic situation of a region, the Contracting Party concerned may take the necessary safeguard measures under the conditions and in accordance with the procedures laid down in Article 35.

#### ARTICLE 35

- 1. In the event of a Contracting Party's subjecting imports of products liable to give rise to the difficulties referred to in Article 34 to an administrative procedure, the purpose of which is to provide rapid information on the trend of trade flows, it shall inform the other Contracting Party.
- 2. In the cases specified in Articles 33 and 34, before taking the measures provided for therein, or as soon as possible in cases to which paragraph 3(b) applies, the Contracting Party in question shall supply the Co-operation Council with all relevant information required for a thorough examination of the situation with a view to seeking a solution acceptable to the Contracting Parties.

In the selection of measures, priority must be given to those which least disturb the functioning of the Agreement. Such measures must not exceed the limits of what is strictly necessary to counteract the difficulties which have arisen.

The Co-operation Council shall be notified immediately of any safeguard measures, and these shall be the subject of periodic consultations within the Co-operation Council particularly with a view to their abolition as soon as circumstances permit.

<sup>(5)</sup> Miscellaneous No. 27 (1979), Cmnd. 7664.

- 3. For the implementation of paragraph 2, the following provisions shall apply:
  - (a) as regards Articles 33 and 34, consultation in the Co-operation Council shall take place before the Contracting Party concerned takes the appropriate measures;
  - (b) where exceptional circumstances requiring immediate action make prior examination impossible, the Contracting Party concerned may, in the situations specified in Articles 33 and 34, apply forthwith such precautionary measures as are strictly necessary to remedy the situation.

Where one or more Member States of the Community or Egypt is in serious difficulties or is seriously threatened with difficulties as regards its balance of payments, the Contracting Party concerned may take the necessary safeguard measures. In the selection of measures, priority must be given to those which least disturb the functioning of the Agreement. The other Contracting Party shall be notified of them immediately and they shall be the subject of periodic consultations within the Co-operation Council particularly with a view to their abolition as soon as circumstances permit.

#### TITLE III

#### General and Final Provisions

#### ARTICLE 37

1. A Co-operation Council is hereby established which, for the purpose of attaining the objectives set out in the Agreement, shall have the power to take decisions in the cases provided for in the Agreement.

The decisions taken shall be binding on the Contracting Parties, which shall take such measures as are required to implement them.

- 2. The Co-operation Council may also formulate any resolutions, recommendations or opinions which it considers desirable for the attainment of the common objectives and the smooth functioning of the Agreement.
  - 3. The Co-operation Council shall adopt its rules of procedure.

#### ARTICLE 38

- 1. The Co-operation Council shall be composed, on the one hand, of representatives of the Community and of its Member States and, on the other hand, of representatives of Egypt.
- 2. The Co-operation Council shall act by mutual agreement between the Community, on the one hand, and Egypt on the other.

#### ARTICLE 39

1. The office of President of the Co-operation Council shall be held alternately by the Contracting Parties, in accordance with the modalities to be laid down in the rules of procedure.

2. Meetings of the Co-operation Council shall be called once a year by its President.

The Co-operation Council shall, in addition, meet whenever necessary, at the request of either Contracting Party, in accordance with the conditions to be laid down in its rules of procedure.

#### ARTICLE 40

- 1. The Co-operation Council may decide to set up any committee that can assist it in carrying out its duties.
- 2. In its rules of procedure, the Co-operation Council shall determine the composition and duties of such committees and how they shall function.

#### ARTICLE 41

The Co-operation Council shall take any appropriate measures to facilitate the necessary co-operation and contacts between the European Parliament and the representatives of the People's Assembly of Egypt.

#### ARTICLE 42

Either Contracting Party shall, if so requested by the other Contracting Party, provide all relevant information on any agreements it concludes involving tariff or trade provisions, and on any amendments to its customs tariff or external trade arrangements.

Where such amendments or agreements have a direct and particular effect on the functioning of the Agreement, appropriate consultations shall be held within the Co-operation Council at the request of the other Contracting Party so that the interests of the Contracting Parties may be taken into consideration.

#### ARTICLE 43

- 1. The Contracting Parties shall take any general or specific measures required to fulfil their obligations under the Agreement. They shall ensure that the objectives set out in the Agreement are attained.
- 2. If either Contracting Party considers that the other Contracting Party has failed to fulfil an obligation under the Agreement, it may take appropriate measures. Before so doing, it shall supply the Co-operation Council with all relevant information required for a thorough examination of the situation with a view to seeking a solution acceptable to the Contracting Parties.

In the selection of measures, priority must be given to those which least disturb the functioning of the Agreement. The Co-operation Council shall be notified immediately of such measures, which shall be the subject of consultations within the Co-operation Council if the other Contracting Party so requests.

Nothing in the Agreement shall prevent a Contracting 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 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 security in time of war or serious international tension.

#### ARTICLE 45

In the fields covered by the Agreement:

- —the arrangements applied by Egypt 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 Egypt shall not give rise to any discrimination between Egyptian nationals, companies or firms.

#### ARTICLE 46

The Contracting Parties shall, in accordance with the procedure adopted for the negotiation of the Agreement itself, in the first place from the beginning of 1979 and again from the beginning of 1984, review the results of the Agreement and any improvements which could be made by either side as from 1 January 1980 and 1 January 1985, on the basis of the experience gained during the functioning of the Agreement and of the objectives defined therein.

#### ARTICLE 47

Protocols Nos. 1 and 2 and Annexes A, B, C and D shall form an integral part of the Agreement. The declarations and exchanges of letters shall appear in the Final Act, which shall form an integral part of the Agreement.

#### ARTICLE 48

Either Contracting Party may denounce this Agreement by notifying the other Contracting Party. The Agreement shall cease to apply 12 months after the date of such notification.

#### ARTICLE 49

This Agreement shall apply, on the one hand, to the territories to which the Treaty establishing the European Economic Community applies under the conditions laid down in that Treaty and, on the other, to the territories of the Arab Republic of Egypt,

This Agreement is drawn up in duplicate in the Danish, Dutch, English, French, German, Italian and Arabic languages, each of these texts being equally authentic(6).

#### ARTICLE 51

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

This Agreement shall enter into force(7) on the first day of the second month following notification that the procedures referred to in the first paragraph have been completed.

The Agreement of 18 December 1972 between the European Economic Community and the Arab Republic of Egypt shall cease to apply on the same date.

In witness whereof, the undersigned Plenipotentiaries have affixed their signatures below this Agreement.

Done at Brussels on the eighteenth day of January in the year one thousand nine hundred and seventy-seven.

(Here follow the signatures)

<sup>(\*)</sup> For texts in Danish, Dutch, French, German, Italian and Arabic see Official Journal of the European Communities No. L266 of 27 September 1978, available through Agency Section, Her Majesty's Stationery Office, PO Box 569, London SEI 9NY. Tel. 01-928 6977, ext. 410.

ANNEX A

## Relating to the products referred to in Article 9 excluded from the Agreement

Common Customs Tariff Heading No.	Description
17.02	Other sugars; sugar syrups; artificial honey (whether or not mixed with natural honey); caramel; A. Lactose and lactose syrup: I. Containing, in the dry state, 99% or more by weight of the pure product B. Glucose and glucose syrup: I. Containing, in the dry state, 99% or more by weight of the pure product
22.03	Beer made from malt
22.06	Vermouths, and other wines of fresh grapes flavoured with aromatic extracts
22.09	Spirits (other than those of heading No. 22.08); liqueurs and other spirituous beverages; compound alcoholic preparations (known as "concentrated extracts") for the manufacture of beverages:  B. Compound alcoholic preparations (known as "concentrate extracts") for the manufacture of beverages  C. Spirituous beverages
35.01	Casein, caseinates and other casein derivatives; casein glues: A. Casein C. Other
35,02	Albumins, albuminates and other albumin derivatives:  A. Albumins:  II. Other:  a) Ovalbumin and lactalbumin

ANNEX B

Products to which the provisions of Article 12 do not apply

Common Customs Tariff Heading No.	Description
55.07	Cotton gauze
55.08	Terry towelling and similar terry fabrics, of cotton
55.09	Other woven fabrics of cotton
58.02	Other carpets, carpeting, rugs, mats and matting and "Kelem", "Schumacks" and "Karamanie" rugs and the like (made up or not):  -A. Carpets, carpeting, rugs, mats and matting: ex II. Other: -Of cotton

Common Customs Tariff Heading No.	Description
ex 58.04	Woven pile fabrics and chenille fabrics (other than terry towelling or similar terry fabrics or cotton falling within heading No. 55.08 and fabrics falling within heading No. 58.05):  —Of cotton
ex 58.05	Narrow woven fabrics, and narrow fabrics (bolduc) consisting of warp without weft assembled by means of an adhesive, other than goods falling within heading No. 58.06:  —Of cotton
ex 58.08	Tulle and other net fabrics (but not including woven, knitted or crocheted fabrics), plain:  —Of cotton
ex 58.09	Tulle and other net fabrics (but not including woven, knitted or crocheted fabrics), figured; hand or mechanically made lace, in the piece, in strips or in motifs:  —Of cotton
ex 58.10	Embroidery, in the piece, in strips or in motifs:  —Of cotton
ex 59.01	Wadding and articles of wadding; textile flock and dust and mill neps:  —Of cotton
ex 59.13	Elastic fabrics and trimmings (other than knitted or crocheted goods) consisting of textile materials combined with rubber threads:  —Of cotton
60.01	Knitted or crocheted fabrics, not elastic nor rubberized: ex C. Of other textile materials: —Of cotton
ex 60.02	Gloves, mittens and mitts, knitted or crocheted, not elastic nor rubberized:  —Of cotton
60.04	Under garments, knitted or crocheted, not elastic nor rubberized: A. of cotton
ex 60.05	Outer garments and other articles, knitted or crocheted, not elastic nor rubberized;  —Of cotton
ex 60.06	Knitted or crocheted fabric and articles thereof, elastic or rubberized (including elastic knee-caps and elastic stockings):  —Of cotton
ex 61.01	Men's and boys' outer garments:  —Of cotton
ex 61.02	Women's, girls' and infants' outer garments:  —Of cotton
ex 61.03	Men's and boys' under garments, including collars, shirt fronts and cuffs:  —Of cotton
ex 61.04	Women's, girls' and infants' under garments:  —Of cotton
61.05	Handkerchiefs: A. Of cotton fabric, of a value of more than 15 UA per kg net weight ex B. Other: —Of cotton

Common Customs Tariff Heading No.	Description
ex 61.06	Shawls, scarves, mufflers, mantillas, veils and the like: —Of cotton
ex 61.07	Ties, bow ties and cravats:  —Of cotton
ex 61.08	Collars, tuckers, fallals, bodice-fronts, jabots, cuffs, flounces, yokes and similar accessories and trimmings for women's and girls' garments:
ex 61.09	—Of cotton Corsets, corset-belts, suspender-belts, brassieres, braces, suspenders, garters and the like (including such articles of knitted or crocheted fabric), whether or not elastic: —Of cotton
ех 61,10	Gloves, mittens, mitts, stockings, socks and sockettes, not being knitted or crocheted goods:  —Of cotton
ex 61.11	Made up accessories for articles of apparel (for example, dress shields, shoulder and other pads, belts, muffs, sleeve protectors, pockets):  —Of cotton
62.01	Travelling rugs and blankets: B. Other: I. Of cotton
ex 62.02	Bed linen, table linen, toilet linen and kitchen linen; curtains and other furnishing articles:  —Of cotton
62.03	Sacks and bags, of a kind used for the packing of goods:  B. Of other textile materials:  ex II. Other:  —Of cotton
62.04	Tarpaulins, sails, ownings, sunblinds, tents and camping goods:  A. Of cotton
62.05	Other made up textile articles (including dress patterns): ex B. Floor cloths, dish cloths, dusters and the like: —Of cotton fabric

## ANNEX C Relating to the products referred to in Article 16

Common Customs Tariff Heading No.	Description
ex 17.04	Sugar confectionery, not containing cocoa, but not including liquorice extract containing more than 10% by weight of sucrose but not containing other added substances
18.06	Chocolate and other food preparations containing cocoa
19.01	Malt extract

Common Customs Tariff Heading No.	Description
19.02	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
19.03	Macaroni, spaghetti and similar products
19.04	Tapioca and sago; tapioca and sago substitutes obtained from potato or other starches
19.05	Prepared foods obtained by the swelling or roasting of cereals or cereal products (puffed rice, corn flakes and similar products)
19.06	Communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products
19.07	Bread, ships' biscuits and other ordinary bakers' wares, not containing added sugar, honey, eggs, fats, cheese or fruit
19.08	Pastry, biscuits, cakes and other fine bakers' wares, whether or not containing cocoa in any proportion
ex 21.01	Roasted chicory and other roasted coffee substitutes; extracts, essences and concentrates thereof:  —Excluding roasted chicory and extracts thereof
21.06	Natural yeasts (active or inactive); prepared baking powders: A. Active natural yeasts: II. Bakers' yeast
ex 21.07	Food preparations not elsewhere specified or included, containing sugar, dairy products, cereals or products based on cereals (1)
ex 22.02	Lemonade, flavoured spa waters and flavoured aerated waters and other non-alcoholic beverages, not including fruit and vegetable juices falling within heading No. 20.07:  —Containing milk or milkfats
29.04	Acyclic alcohols and their halogenated, sulphonated, nitrated or nitrosated derivatives:  C. Polyhydric alcohols:  II. Mannitol  III. Sorbitol
35.05 38.12	Dextrins and dextrin glues; soluble or roasted starches; starch glues Prepared glazings, prepared dressings and prepared mordants, of a kind used in the textile, paper, leather or like industries: A. Prepared glazings and prepared dressings: I. With a basis of amylaceous substances
38.19	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:  T. Sorbitol, other than that falling within subheading 29.04 C III

<sup>(1)</sup> This heading covers only products which, on importation into the Community, are subject to the duty laid down in the Common Customs Tariff, comprising an ad valorem duty constituting the fixed component and variable component.

## ANNEX D

## Minimum residual duties which may be applied under the terms of Article 17 (4)

## I. DENMARK

Danish Customs Tariff Heading No.	Description	Rate of Duty
1	2	3
08.02	Citrus fruit, fresh or dried: A. Oranges:  I. Sweet oranges, fresh:  a) From 1 April to 30 April b) From 1 May to 15 May c) From 16 May to 15 October d) From 16 October to 31 March II. Other: ex a) From 1 April to 15 October: —Fresh ex b) From 16 October to 31 March: —Fresh ex B. Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids: —Fresh	2.6% 1.2% 0.8% 4.0% 3.0% 4.0%

### II. IRELAND

Irish Customs Tariff Heading No.	Description	Rate of Duty
1	2	3
08.02	Citrus fruit, fresh or dried:  A. Oranges:  I. Sweet oranges, fresh:  a) From I April to 30 April  b) From 1 May to 15 May  c) From 16 May to 15 October  d) From 16 October to 31 March  II. Other:  a) From I April to 15 October:  1. Fresh  b) From 16 October to 31 March:  1. Fresh  B. Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids:  I. Fresh	2.6% 1.2% 0.8% 4.0% 3.0% 4.0%

## III. UNITED KINGDOM

Heading No.  1 2 3  08.02 Citrus fruit, fresh or dried: A. Oranges: I. Sweet oranges, fresh: a) From 1 April to 30 April  b) From 1 May to 15 May  c) From 16 May to 15 October  d) From 16 October to 31 March: 1. From 16 October to 30 November  2. From 1 December to 31 March II. Other: a) From 1 April to 15 October  b) From 1 April to 15 October  1. Fresh: aa) From 16 October to 31 March: 1. Fresh: bb) From 16 October to 31 March: 1. Fresh: aa) From 16 October to 31 March: 1. Fresh: aa) From 16 October to 31 March: 1. Fresh: abb) From 1 December to 31 March 1. Fresh: abb) From 1 December to 31 March 1. Fresh: abb) From 1 December to 31 March 3.0% with minimum charge of £0.0688/100 kg 4.4% 4.0% with minimum charge of £0.0688/100 kg 4.4% 4.0% with minimum charge of £0.0688/100 kg 4.4% 4.0% with minimum charge of £0.0688/100 kg 4.4%			
O8.02 Citrus fruit, fresh or dried: A. Oranges: I. Sweet oranges, fresh: a) From 1 April to 30 April  b) From 1 May to 15 May  c) From 16 May to 15 October  d) From 16 October to 31 March: 1. From 16 October to 30 November  2. From 1 December to 31 March II. Other: a) From 1 April to 15 October  b) From 16 October to 31 March II. Fresh: aa) From 16 October to 31 March: 1. Fresh: aa) From 16 October to 31 March: 1. Fresh: aa) From 16 October to 31 March: 1. Fresh: ab) From 16 October to 31 March: 1. Fresh: ab) From 16 October to 31 March: 1. Fresh: ab) From 16 October to 31 March: 1. Fresh: ab) From 16 October to 31 March: 1. Fresh: ab) From 16 October to 31 March: 1. Fresh: ab) From 10 October to 31 March: 1. Fresh: ab) From 10 October to 31 March: 1. Fresh: ab) From 10 October to 31 March: 4.0% with minimum charge of 60.0688/100 kg 4.4%  4.0% with minimum charge of 60.0688/100 kg	Kingdom Customs Tariff Heading	.  Description	Rate of Duty
A. Oranges:  1. Sweet oranges, fresh:  a) From 1 April to 30 April  b) From 1 May to 15 May  c) From 16 May to 15 October  d) From 16 October to 31 March:  1. From 16 October to 30 November  2. From 1 December to 31 March  II. Other:  a) From 1 April to 15 October  b) From 16 October to 31 March:  1. Fresh:  aa) From 16 October to 31 March:  1. Fresh:  b) From 16 October to 31 March:  1. Fresh:  aa) From 1 October to 31 March:  1. Fresh:  aa) From 1 October to 31 March:  1. Fresh:  ab) From 1 December to 31 March:  1. Fresh:  ab) From 1 December to 31 March:  1. Fresh:  ab) From 1 October to 30 November  4.0% with minimum charge of £0.0688/100 kg  4.4% with minimum charge of £0.0688/100 kg  4.4% with minimum charge of £0.0688/100 kg  4.0% with minimum charge of £0.0688/100 kg	1	2	3
		A. Oranges:  I. Sweet oranges, fresh:  a) From 1 April to 30 April  b) From 1 May to 15 May  c) From 16 May to 15 October  d) From 16 October to 31 March:  1. From 16 October to 30 November  2. From 1 December to 31 March  II. Other:  a) From 1 April to 15 October  1. Fresh  b) From 16 October to 31 March:  1. Fresh:  aa) From 16 October to 30 November  bb) From 16 October to 30 November  B. Mandarins (including tangerines and satsumas); clementines, wilkings and other similar citrus hybrids:  1. Fresh;	with minimum charge of £0.0688/100 kg 1.2% with minimum charge of £0.0688/100 kg 0.8% with minimum charge of £0.0688/100 kg 4.0% with minimum charge of £0.0688/100 kg 4.4%   3.0% with minimum charge of £0.0688/100 kg 4.4%   4.0% with minimum charge of £0.0688/100 kg 4.4%   4.0% with minimum charge of £0.0688/100 kg 4.4%
		b) From 1 December to 31 March	

#### PROTOCOL No. 1

#### Technical and Financial Co-operation

#### ARTICLE 1

The Community shall participate, within the framework of financial and technical co-operation, in the financing of measures such as will contribute to Egypt's economic and social development.

#### ARTICLE 2

- 1. For the purposes specified in Article 1, and for a period expiring 31 October 1981, a total amount of 170 million European units of account may be committed as follows:
  - (a) 93 million European units of account in the form of loans from the European Investment Bank, hereinafter called "the Bank", granted from its own resources on the terms set out in its Statute;
  - (b) 14 million European units of account in the form of loans on special terms;
  - (c) 63 million European units of account in the form of grants.

Provision may be made for contributions to risk capital formation, to be charged against the amount shown in (b).

2. The loans referred to in paragraph 1(a) shall generally be combined with interest rate subsidies of up to 2% financed by means of the funds shown in paragraph 1(c).

#### ARTICLE 3

- 1. The total amount fixed in Article 2 shall be used for the financing or part-financing of:
  - —capital projects in the fields of production and economic infrastructure, aimed in particular at diversifying Egypt's economic structure and, especially, at promoting its industrialization and modernizing its agriculture;
  - technical co-operation as a preliminary or complement to capital projects drawn up by Egypt;
  - —technical co-operation in the field of training.
- 2. Community aids shall be used to cover costs necessarily incurred in carrying out approved projects or measures. They may not be used to cover current administrative, maintenance or operational expenditure.

#### ARTICLE 4

The conditions of financing or part-financing of the projects and schemes mentioned in Article 3 shall be determined, taking into account the provisions of Articles 2 and 6, according to the nature and particular characteristics of each project or scheme.

- 1. The amounts to be committed each year for each of the various forms of aid shall be distributed as evenly as possible throughout the period of application of this Protocol. During the initial period of application, however, a proportionately higher amount may, within reasonable limits, be committed.
- 2. Any funds not committed by the end of the period referred to in Article 2(1) shall be used, until exhausted, in accordance with the same arrangements as provided for in this Protocol.

#### ARTICLE 6

- 1. Loans granted by the Bank from its own resources shall be subject to terms as to duration established on the basis of the economic and financial characteristics of the projects for which such loans are intended. The interest rate shall be that applied by the Bank at the time of the signing of each loan contract, subject to the interest rate subsidy referred to in Article 2(2).
- 2. Loans on special terms shall be granted for forty years with an amortization period of ten years. The interest rate shall be fixed at 1%.
- 3. The loans may be granted through the intermediary of the State or appropriate Egyptian bodies, on condition that they onlend the amounts to the recipients on terms decided, by agreement with the Community, on the basis of the economic and financial characteristics of the projects.

#### ARTICLE 7

Aid contributed by the Community for the execution of certain projects may, with the agreement of Egypt, take the form of co-financing in which, in particular, credit and development bodies and institutions of Egypt, of Member States or of third States or international finance organizations would take part.

#### ARTICLE 8

The following shall be eligible for financial and technical co-operation:

- (a) in general:
  - -the Egyptian State;
- (b) with the agreement of the Egyptian State, for projects or measures approved by it:
  - -Egyptian official development agencies;
  - -private agencies working in Egypt for economic and social development;
  - undertakings carrying on their activities in accordance with industrial and business management methods and set up as companies or firms under Egyptian law;
  - -groups of producers who are nationals of Egypt and exceptionally, where no such groups exist, the producers themselves;
  - —scholarship holders and trainees sent by Egypt under the training schemes referred to in Article 3.

1. Upon the entry into force of the Agreement the Community and Egypt shall establish by mutual agreement the specific objectives of financial and technical co-operation, by reference to the priorities set by Egypt's development plan.

These objectives may be reviewed by mutual agreement to take account of changes in Egypt's economic situation or in the objectives and priorities set by its development plan.

2. Within the framework established pursuant to paragraph 1, financial and technical co-operation shall apply to projects and measures drawn up by Egypt or by other beneficiaries approved by that country.

#### ARTICLE 10

- 1. For each request for financial aid under this Protocol, a dossier shall be submitted to the Community by the beneficiary referred to in Article 8(a) or, with Egypt's agreement, by those referred to in Article 8(b).
- 2. The Community shall appraise the requests for financing in collaboration with the Egyptian State and the beneficiaries, in accordance with the objectives set out in Article 9(1), and shall inform them of the decisions taken on such requests.

#### ARTICLE 11

The execution, management and maintenance of schemes that are the subject of financing under this Protocol shall be the responsibility of Egypt or the other beneficiaries referred to in Article 8 of this Protocol.

The Community shall make sure that this financial aid is expended in accordance with the agreed allocations and to the best economic advantage.

#### ARTICLE 12

- 1. As regards projects and measures financed by the Community, participation in tendering procedures and other procedures for the award of contracts shall be open, on equal terms, to all natural or legal persons of the Member States and of Egypt.
- 2. To promote participation by Egyptian undertakings in the performance of works contracts, an accelerated procedure for issuing invitations to tender involving shorter time-limits for the submission of tenders may be used at the proposal of the relevant Community body where the works in question, because of their scale, are mainly of interest to Egyptian undertakings.

This accelerated procedure may be used for invitations to tender the value of which is estimated at less than one million European units of account.

3. Participation by other countries in contracts financed by the Community may be decided by mutual agreement in exceptional cases.

Participation by third countries may also be decided on, in the same circumstances, where the Community participates in the financing of schemes together with other sources of funds.

#### ARTICLE 13

Under its national law in force, Egypt shall apply to contracts awarded for the execution of projects or measures financed by the Community fiscal and customs arrangements as favourable as those applied in respect of other international organizations.

#### ARTICLE 14

Where a loan is accorded to a beneficiary other than the Egyptian State, the provision of a guarantee by the latter or of other adequate guarantees may be required by the Community as a condition of the grant of the loan.

#### ARTICLE 15

Throughout the duration of the loans accorded pursuant to this Protocol, Egypt shall undertake to make available to debtors enjoying such loans the foreign currency necessary for the payment of interest and commission and the repayment of principal.

#### ARTICLE 16

The results of financial and technical co-operation shall be examined annually by the Co-operation Council. The latter shall define, where appropriate, the general guidelines of such co-operation.

#### PROTOCOL No. 2

## Concerning the definition of the concept of "Originating Products" and methods of Administrative Co-operation

#### TITLE I

#### DEFINITION OF THE CONCEPT OF "ORIGINATING PRODUCTS"

#### ARTICLE 1

For the purpose of implementing the Agreement, provided that they were transported directly within the meaning of Article 5, the following products shall be considered as:

- 1. products originating in Egypt:
  - (a) products wholly obtained in Egypt;
  - (b) products obtained in Egypt, in the manufacture of which products other than those wholly obtained in Egypt are used, provided that the said products have undergone sufficient working or processing within the meaning of Article 3. This condition shall not apply, however, to products which, within the meaning of this Protocol, originate in the Community.
- 2. products originating in the Community:
  - (a) products wholly obtained in the Community;
  - (b) products obtained in the Community, in the manufacture of which products other than those wholly obtained in the Community are used, provided that the said products have undergone sufficient working or processing within the meaning of Article 3. This condition shall not apply, however, to products which, within the meaning of this Protocol, originate in Egypt.

The products in List C in Annex IV shall be temporarily excluded from the scope of this Protocol.

#### ARTICLE 2

The following shall be considered as "wholly obtained" either in Egypt or in the Community, within the meaning of Article 1 (1) (a) and (2) (a):

- (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 conducted 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 sub-paragraph (f);

- (h) used articles collected there, fit only for the recovery of raw materials;
- (i) waste and scrap resulting from manufacturing operations conducted there;
- (j) goods produced there exclusively from products specified in subparagraphs (a) to (i).

- 1. For the purpose of implementing the provisions of Article 1 (1) (b) and (2) (b), the following shall be considered as sufficient working or processing:
  - (a) working or processing as a result of which the goods obtained receive classification under a heading other than that covering each of the products worked or processed, except, however, working or processing specified in List A in Annex II, where the special provisions of that list apply;
  - (b) working or processing specified in List B in Annex III.

"Sections", "Chapters" and "headings" shall mean the Sections, Chapters and headings in the Brussels Nomenclature for the Classification of Goods in Customs Tariffs.

- 2. When for a given product obtained, a percentage rule limits in List A and List B the value of the materials and parts which can be used, the total value of these materials and parts, whether or not they have changed heading in the course of the working, processing or assembly within the limits and under the conditions laid down in each of those two lists, may not exceed, in relation to the value of the product obtained, the value corresponding either to the common rate, if the rates are identical in both lists, or to the higher of the two if they are different.
- 3. For the purpose of implementing Article 1 (1) (b) and (2) (b), the following shall always be considered as insufficient working or processing to confer the status of originating product, whether or not there is a change of heading:
  - (a) operations to ensure the preservation of merchandise 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 consignments;
    - (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 or 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 mixture do not meet the conditions laid down in this Protocol to enable them to be considered as originating;
- (f) simple assembly of parts of articles to constitute a complete article;
- (g) a combination of two or more operations specified in sub-paragraph (a) to (f);
- (h) slaughter of animals.

Where the Lists A and B referred to in Article 3 provide that goods obtained in Egypt or in the Community shall be considered as originating therein only if the value of the products worked or processed does not exceed a given percentage of the value of the goods obtained, the values to be taken into consideration for determining such a percentage shall be:

- -on the one hand,
  - as regards products the importation of which can be proved: their customs value at the time of importation,
  - as regards products of undetermined origin: the earliest ascertainable price paid for such products in the territory of the Contracting Party where manufacture takes place;
- —and on the other hand, the ex-works price of the goods obtained, less internal taxes refunded or refundable on exportation.

#### ARTICLE 5

- 1. For the purpose of implementing Article 1, originating products the transport of which is effected without their entering into territory other than that of the Contracting Parties are considered as transported directly from Egypt to the Community or from the Community to Egypt. However, goods originating in Egypt or in the Community and constituting one single consignment which is not split up may be transported through territories other than those of the Contracting Parties with, should the occasion arise, transhipment or temporary warehousing in such territories, provided that the crossing of the latter territories is justified for geographical reasons, that the goods have remained under the surveillance of the customs authorities in the countries of transit or warehousing, that they have not been put on the markets of such countries nor been released for home use there and have not undergone operations other than unloading, reloading or any operation designed to maintain them in good condition.
- 2. Evidence that the conditions referred to in paragraph 1 have been fulfilled shall be supplied to the responsible customs authorities in the Community or in Egypt 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:
  - -giving an exact description of the goods;
  - ---stating the dates of unloading and reloading of the goods or of their embarkation or disembarkation, identifying the ships used;
  - -certifying the conditions under which the goods remained in the transit country;
- (c) or failing these, any substantiating documents.

#### TITLE II

#### Arrangements for administrative co-operation

#### ARTICLE 6

1. Evidence of the originating status of products, within the meaning of this Protocol, is given by a movement certificate EUR. 1, a specimen of which is given in Annex V to this Protocol.

However, evidence of the originating status of products, within the meaning of this Protocol, which form the subject of postal consignments (including parcels), provided that they consist only of originating products and that the value does not exceed 1,000 units of account per consignment, may be given by a form EUR. 2, a specimen of which is given in Annex VI to this Protocol.

The unit of account (UA) has a value of 0.88867088 grams of fine gold. Should the unit of account be changed, the Contracting Parties shall make contact with each other at the level of the Co-operation Council to redefine the value in terms of gold.

- 2. Without prejudice to Article 3 (3), where, at the request of the person declaring the goods at the customs, a dismantled or non-assembled article falling within Chapters 84 or 85 of the Brussels Nomenclature is imported by instalments on the conditions laid down by the competent authorities, it shall be considered to be a single article and a movement certificate may be submitted for the whole article upon the importation of the first instalment.
- 3. Accessories, spare parts and tools despatched with a piece of equipment, machine, apparatus or vehicle which are part of the normal equipment and included in the price thereof or are not separately invoiced are regarded as one with the piece of equipment, machine, apparatus or vehicle in question.

#### ARTICLE 7

- 1. A movement certificate EUR. I shall be issued by the customs authorities of the exporting State when the goods to which it relates are exported. It shall be made available to the exporter as soon as actual exportation has been effected or ensured.
- 2. In exceptional circumstances a movement certificate EUR. 1 may also be issued after the exportation of the goods to which it relates if it was not issued at the time of exportation because of errors, involuntary omissions or special circumstances. In this case, the certificate shall bear a special reference to the conditions in which it was issued.

- 3. A movement certificate EUR. 1 shall be issued only where application has been made in writing by the exporter. Such application shall be made on a form, a specimen of which is given in Annex V to this Protocol.
- 4. A movement certificate EUR. I may be issued only where it can serve as the documentary evidence required for the purpose of implementing the Agreement.
- 5. Applications for movement certificates EUR. 1 must be preserved for at least two years by the customs authorities of the exporting States.

- 1. A movement certificate EUR. I shall be issued by the customs authorities of the exporting State, if the goods can be considered "originating products" within the meaning of this Protocol.
- 2. For the purpose of verifying whether the conditions stated in paragraph I have been met, the customs authorities shall have the right to call for any documentary evidence or to carry out any check which they consider appropriate.
- 3. It shall be the responsibility of the customs authorities of the exporting State to ensure that the forms referred to in Article 9 are duly completed. In particular, they shall check whether the space reserved for the description of the goods has been completed in such a manner as to exclude all possibility of fraudulent additions. To this end, the description of the goods must be indicated without leaving any blank lines. Where the space is not completely filled a horizontal line must be drawn below the last line of the description, the empty space being crossed through.
- 4. The date of issue of the movement certificate must be indicated in the part of the certificate reserved for the customs authorities.

#### ARTICLE 9

Movement certificates EUR. 1 shall be made out on the form of which a specimen is given in Annex V to this Protocol. 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.

Each certificate shall measure 210 mm  $\times$  297 mm; a tolerance of up to plus 8 mm or minus 5 mm in the length shall be allowed. The paper used must be white sized writing paper not containing mechanical pulp and weighing not less than 25 g/m<sup>2</sup>. It shall have a printed green guilloche pattern background making any falsification by mechanical or chemical means apparent to the eye.

The exporting States 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.

- 1. Under the responsibility of the exporter, he or his authorized representative shall request the issue of a movement certificate EUR. 1.
- 2. The exporter or his representative shall submit with his request any appropriate supporting document proving that the goods to be exported are such as to qualify for the issue of a movement certificate EUR. 1.

#### ARTICLE 11

A movement certificate EUR. I must be submitted, within five months of the date of issue by the customs authorities of the exporting State, to the customs authorities of the importing State where the goods are entered.

#### ARTICLE 12

Movement certificates EUR. I shall be submitted to customs authorities in the importing State, in accordance with the procedures laid down by that State. The said authorities may require a translation of a certificate. They may also require the import declaration to be accompanied by a statement from the importer to the effect that the goods meet the conditions required for the implementation of the Agreement.

#### ARTICLE 13

- 1. A movement certificate EUR. I which is submitted to the customs authorities of the importing State after the final date for presentation specified in Article 11 may be accepted for the purpose of applying preferential treatment, where the failure to submit the certificate by the final date set is due to reasons of force majeure or exceptional circumstances.
- 2. In other cases of belated presentation, the customs authorities of the importing State may accept the certificates where the goods have been submitted to them before the said final date.

#### ARTICLE 14

The discovery of slight discrepancies between the statements made in the movement certificate EUR. I and those made in the documents submitted to the customs office for the purpose of carrying out the formalities for importing the goods shall not *ipso facto* render the certificate null and void if it is duly established that the certificate does correspond to the goods submitted.

#### ARTICLE 15

It shall always be possible to replace one or more movement certificates EUR. 1 by one or more other movement certificates EUR. 1 provided that this is done at the customs office where the goods are located.

#### ARTICLE 16

Form EUR. 2, a specimen of which is given in Annex VI, shall be completed by the exporter or, under his responsibility, by his authorized representative. It shall be made out in one of the languages in which the Agreement is drawn up and in accordance with the provisions of the domestic law of the exporting State. If it is handwritten it must be completed in ink and in capital letters. If the goods contained in the consignment have already been subject to verification in the exporting country by reference to the definition of the concept of "originating products" the exporter may refer to this check in the "Remarks" box of form EUR. 2.

Form EUR. 2 shall measure 210 mm  $\times$  148 mm. A tolerance of up to plus 8 mm or minus 5 mm in the length shall be allowed. The paper used shall be white sized writing paper not containing mechanical pulp and weighing not less than  $64 \text{ g/m}^2$ .

The exporting States may reserve the right to print the forms themselves or may have them printed by approved printers. In the latter case each form must include a reference to such approval. In addition, the form must bear the distinctive sign attributed to the approved printer and a serial number, either printed or not, by which it can be identified.

A form EUR. 2 shall be completed for each postal consignment.

These provisions do not exempt exporters from complying with any other formalities required by customs or postal regulations.

### ARTICLE 17

- 1. Goods sent as small packages to private persons or forming part of travellers' personal luggage shall be admitted as originating products without requiring the production of a movement certificate EUR. 1 or the completion of a form EUR. 2, provided that such goods are not imported by way of trade and have been declared as meeting the conditions required for the application of these provisions, and where there is no doubt as to the veracity of such declaration.
- 2. Importations which are occasional and consist solely of goods for the personal use of the recipients or travellers or their families shall not be considered as importations by way of trade if it is evident from the nature and quantity of the goods that no commercial purpose is in view. Furthermore, the total value of these goods must not exceed 60 units of account in the case of small packages or 200 units of account in the case of the contents of travellers' personal luggage.

#### ARTICLE 18

- 1. Goods sent from the Community or from Egypt for exhibition in another country and sold after the exhibition for importation into Egypt or into the Community shall benefit on importation from the provisions of the Agreement on condition that the goods meet the requirements of this Protocol entitling them to be recognized as originating in the Community or in Egypt and provided that it is shown to the satisfaction of the customs authorities that:
  - (a) an exporter has consigned these goods from the Community or from Egypt to the country in which the exhibition is held and has exhibited them there:
  - (b) the goods have been sold or otherwise disposed of by that exporter to someone in Egypt or in the Community;

- (c) the goods have been consigned during the exhibition or immediately thereafter to Egypt or to the Community in the state in which they were sent for exhibition;
- (d) the goods have not, since they were consigned for exhibition, been used for any purpose other than demonstration at the exhibition.
- 2. A movement certificate EUR. 1 must be produced to the customs authorities 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 goods 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 organized for private purposes in shops or business premises with a view to the sale of foreign goods, and during which the goods remain under customs control.

#### ARTICLE 19

- 1. When a certificate is issued within the meaning of Article 7 (2) of this Protocol after the goods to which it relates have actually been exported, the exporter must in the application referred to in Article 7 (3) of this Protocol:
  - --indicate the place and date of exportation of the goods to which the certificate relates;
  - —certify that no movement certificate EUR. I was issued at the time of exportation of the goods in question, and state the reasons.
- 2. 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.

Certificates issued retrospectively must be endorsed with one of the following phrases: "NACHTRAEGLICH AUSGESTELLT", "DELIVRE A POSTERIORI", "RILASCIATO A POSTERIORI", "AFGEGEVEN A POSTERIORI", "ISSUED RETROSPECTIVELY", "UDSTEDT EFTERFØLGENDE", "LELEGENDE", "LELEGE

#### ARTICLE 20

In the event of the 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. The duplicate issued in this way must be endorsed with one of the following words: "DUPLICATA", "DUPLICATA", "DUPLICATO". "DUPLICAAT", "DUPLICATE", "DUPLICATE", "DUPLICATE".

#### ARTICLE 21

Egypt and the Community shall take all necessary steps to ensure that goods traded under cover of a movement certificate EUR. I which in the course of

transport use a free zone situated in their territory are not replaced by other goods and that they do not undergo handling other than normal operations designed to prevent their deterioration.

#### ARTICLE 22

In order to ensure the proper application of this Title, Egypt and the Community shall assist each other, through their respective customs administrations, in checking the authenticity of movement certificates EUR. 1 and the accuracy of the information concerning the actual origin of the products concerned and the declarations by exporters on forms EUR. 2.

#### ARTICLE 23

Penalties shall be imposed on any person who, in order to enable goods to be accepted as eligible for preferential treatment, draws up or causes to be drawn up either a document which contains incorrect particulars for the purpose of obtaining a movement certificate EUR. 1 or a form EUR. 2 containing incorrect particulars.

#### ARTICLE 24

- 1. Subsequent verification of movement certificates EUR. 1 and of forms EUR. 2 shall be carried out at random or whenever the customs authorities of the importing State have reasonable doubt as to the authenticity of the document or the accuracy of the information regarding the true origin of the goods in question.
- 2. For the purpose of implementing paragraph 1, the customs authorities of the importing State shall return the movement certificate EUR. 1 or the form EUR. 2, or a photocopy thereof, to the customs authorities of the exporting State, giving, where appropriate, the reasons of form or substance for an inquiry. The invoice, if it has been submitted, or a copy thereof shall be attached to the form EUR. 2 and the customs authorities shall forward any information that has been obtained suggesting that the particulars given on the said certificate or the said form are inaccurate.

If the customs authorities of the importing State decide to suspend implementation of Title I of the Agreement while awaiting the results of the verification, they shall offer to release the goods to the importer subject to any precautionary measures judged necessary.

3. The customs authorities of the importing State shall be informed of the results of the verification as quickly as possible. These results must be such as to make it possible to determine whether the disputed movement certificate EUR. 1 or form EUR. 2 applies to the goods actually exported, and whether these goods can, in fact, qualify for the application of the preferential arrangements.

If such disputes cannot be settled between the customs authorities of the importing State and those of the exporting State, or if they raise a question as to the interpretation of this Protocol, they shall be submitted to the Customs Co-operation 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 importing State.

#### ARTICLE 25

The Co-operation Council may decide to amend the provisions of this Protocol.

#### ARTICLE 26

- 1. The Community and Egypt shall take any measures necessary to enable movement certificates EUR. 1 as well as forms EUR. 2 to be submitted, in accordance with Articles 11 and 12 of this Protocol, from the day on which it enters into force.
- 2. The certificates of type A.ET. 1 as well as forms A.ET. 2 may be used until stocks are exhausted and at the latest up to and including 30 June 1977 under the conditions laid down by this Protocol.
- 3. The movement certificates EUR. 1 and the forms EUR. 2 printed in the Member States before the date of the entry into force of this Protocol which do not conform to the models in Annexes V and VI to this Protocol may continue to be used until stocks are exhausted, under the conditions laid down by this Protocol.

#### ARTICLE 27

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

#### ARTICLE 28

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

#### ARTICLE 29

The provisions of the Agreement may be applied to goods which comply with the provisions of Title I and which, on the date of entry into force of the Agreement, are either in transit, or are in the Community or in Egypt 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 from that date of a certificate A.ET. 1 issued under the conditions of Article 26 (2) or 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.

## ARTICLE 30

The endorsements referred to in Articles 19 and 20 shall be inserted in the "remarks" box of the certificate.

#### ANNEX I

#### **EXPLANATORY NOTES**

#### Note 1. Articles 1 and 2

The terms "the Community" and "Egypt" shall also cover the territorial waters of the Member States of the Community and of "Egypt" respectively.

Vessels operating on the high seas, including factory ships, on which fish caught is worked or processed, shall be considered as part of the territory of the State to which they belong provided that they satisfy the conditions set out in Explanatory Note 5.

#### Note 2. Article 1

In order to determine whether goods originate in the Community or in Egypt it shall not be necessary to establish whether the power and fuel, plant and equipment, and machines and tools used to obtain such goods originate in third countries or not.

## Note 3. Article 3(1) and (2) and Article 4

The percentage rule constitutes, where the product obtained appears in List A, a criterion additional to that of change of heading for any non-originating product used.

#### Note 4. Article 1

- Packing shall be considered as forming a whole with the goods contained therein. This provision, however, shall not apply to packing which is not of the normal type for the article packed, and which has intrinsic utilization value, and is of a durable nature, apart from its function as packing.

## Note 5. Article 2(f)

The term "their vessels" shall apply only to vessels:

- -which are registered or recorded in a Member State or in Egypt;
- —which sail under the flag of a Member State or of Egypt;
- —at least 50% of which are owned by nationals of the Member States and Egypt or by a company which has its head office in a Member State or in Egypt, of which the manager, managers, chairman of the board, and the majority of the members of such board are nationals of the Member States or Egypt and of which, in addition, in the case of partnerships or limited companies, at least half the capital belongs to the Member States or Egypt or to public bodies or nationals of the Member States or of Egypt;
- —of which the captain and officers are all nationals of the Member States or of Egypt;
- —of which at least 75% of the crew are nationals of the Member States or of Egypt.

## Note 6. Article 4

"Ex-works price" shall mean the price paid to the manufacturer in whose undertaking the last working or processing is carried out, provided the price includes the value of all the products used in manufacture.

"Customs value" shall be understood as meaning the customs value laid down in the Convention concerning the Valuation of Goods for Customs Purposes signed in Brussels on 15 December, 1950.

## ANNEX II

## LIST A

# List of working or processing operations which result in a change of tariff heading without conferring the status of "originating products" on the products undergoing such operations, or

on the products undergoing such operations, or conferring this status only subject to certain conditions

	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
02.06	Meat and edible meat offals (except poultry liver), salted, in brine, dried or smoked	Salting, placing in brine, drying or smoking of meat and edible meat offals of heading Nos. 02.01 and 02.04	
03.02	Fish, dried, salted or in brine, smoked fish, whether or not cooked before or during the smoking process	Drying, salting, placing in brine; smoking of fish whether cooked or not	
04.02	Milk and cream, preserved, concentrated or sweetened	Preserving, concentrating, or adding sugar to milk or cream of heading No. 04.01	I
04.03	Butter	Manufacture from milk or cream	
04.04	Cheese and curd	Manufacture from products of heading Nos. 04.01, 04.02 and 04.03	
07.02	Vegetables (whether or not cooked), preserved by freezing	Freezing of vegetables	
07.03	Vegetables, provisionally preserved in brine, in sulphur water or in other preservative solutions, but not specially prepared for immediate consumption	Placing in brine or in other solutions of vegetables of heading No. 07.01	
07.04	Dried, dehydrated or evaporated vegetables, whole, cut, sliced, broken or in powder, but not further prepared	Drying, dehydration, evaporation, cutting, grinding, powdering of vegetables of heading Nos. 07.01 to 07.03	
- 08.10	Fruit (whether or not cooked), preserved by freezing, not containing added sugar	-Freezing of fruit	·

	Products obtained	377.1	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
08.11	Fruit 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	Placing in brine or in other solutions of fruit of heading Nos. 08.01 to 08.09	
08.12	Fruit, dried, other than that falling within heading Nos. 08.01, 08.02, 08.03, 08.04 or 08.05	Drying of fruit	
11.01	Cereal flours	Manufacture from cereals	
11.02	Cereal groats and cereal meal; other worked cereal grains (for example, rolled flaked, polished, pearled or kibbled, but not further prepared), except husked, glazed, polished or broken rice; germ of cereals, whole, rolled flaked or ground	Manufacture from cereals	·
11.03	Flours of the leguminous vegetables falling within heading No. 07,05	Manufacture from dried leguminous vegetables	
11.04	Flours of the fruits falling within any heading in Chapter 8	Manufacture from fruits of Chapter 8	
11.05	Flour, meal and flakes of potato	Manufacture from potatoes	
11.06	Flour and meal of sago and of manioc, arrowroot, salep and other roots and tubers falling within heading No. 07.06	Manufacture from products of heading No. 07.06	
11.07	Malt, roasted or not	Manufacture from cereals	
11.08	Starches; insulin	Manufacture from cereals of Chapter 10, or from potatoes or other products of Chapter 7	
11.09	Wheat gluten whether or not dried	Manufacture from wheat or wheat flours	
15.01	Lard, other pigfat and poultry fat, rendered or solvent-extracted	Manufacture from products of heading No. 02.05	

	Products obtained	Working or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	that does not confer the status of originating products	
15.02	Fats of bovine cattle, sheep or goats, unrendered; rendered or solvent-extracted fats (including "premier jus") obtained from those unrendered fats	Manufacture from products of heading Nos. 02.01 and 02.06	
15.04	Fats and oils, of fish and marine mammals, whether or not refined	Manufacture from fish or marine mammals caught by fishing vessels of third countries	
15.06	Other animal oils and fats (including neat's-foot oil and fats from bones or waste)	Manufacture from products of Chapter 2	
ex 15.07	Fixed vegetable oils, fluid or solid, crude, refined or purified, but not including Chinawood oil, myrtle-wax, Japan wax or oil of tung nuts, oleococca seeds or oiticia seeds; also not including oils of a kind used in machinery or mechanical appliances or for industrial purposes other than the manufacture of edible products	Manufacture from products of Chapters 7 and 12	•
16.01	Sausages and the like, of meat, meat offal or animal blood	Manufacture from products of Chapter 2	}
16.02	Other prepared or preserved meat of meat offal	Manufacture from products of Chapter 2	
16.04	Prepared or preserved fish, including caviar and caviar substitutes	Manufacture from products of Chapter 3	
16.05	Crustaceans and molluscs, prepared or preserved	Manufacture from products of Chapter 3	
17.02	Other sugars; sugar syrups; artificial honey (whether or not mixed with natural honey); caramel	Manufacture from any product	
17.04	Sugar confectionery, not containing cocoa	Manufacture from other products of Chapter 17 the value of which exceeds 30% of the value of the finished product	

Products obtained		Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	of originating products when the following conditions are met
17.05	Flavoured or coloured sugars, syrups and molasses, but not including fruit juices containing added sugar in any proportion	Manufacture from other products of Chapter 17 the value of which exceeds 30% of the value of the finished product	
18.06	Chocolate and other food preparations containing cocoa	Manufacture from products of Chapter 17 the value of which exceeds 30% of the value of the finished product	,
19.01	Malt extract	Manufacture from products of heading No. 11.07	
19.02	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	Manufacture from cereals and derivatives thereof, meat and milk, or in which the value of products of Chapter 17 used exceeds 30% of the value of the finished product	
19.03	Macaroni, spaghetti and similar products		Manufacture from durum wheat
19.04	Tapioca and sago; tapioca and sago substitutes from potato or other starches	Manufacture from potato starch	
19.05	Prepared foods obtained by the swelling or roasting of cereals or cereal products (puffed rice, cornflakes and similar products)	Manufacture from any product other than of Chapter 17(1) or in which the value of the products of Chapter 17 used exceeds 30% of the value of the finished product	
19.06	Communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper, and similar products	Manufacture from products of Chapter 11	
19.07	Bread, ships' biscuits and other ordinary bakers' wares, not containing added sugar, honey, eggs, fats, cheese or fruit	Manufacture from products of Chapter 11	

<sup>(1)</sup> This rules does not apply where the use of maize of the "zea indurata" type or "durum wheat" is concerned.

]	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
19.08	Pastry, biscuits, cakes and other fine bakers' wares, whether or not containing cocoa in any proportion	Manufacture from products of Chapter II	
20.01	Vegetables and fruit prepared or preserved by vinegar or acetic acid, with or without sugar, whether or not containing salt, spices or mustard	Preserving vegetables, fresh or frozen or preserved temporarily or preserved in vinegar	
20,02	Vegetables prepared or preserved otherwise than by vinegar or acetic acid	Preserving vegetables fresh or frozen	
20,03	Fruit preserved by freezing, containing added sugar	Manufacture from products of Chapter 17 of which the value exceeds 30% of the value of the finished product	
20,04	Fruits, fruit-peel and parts of plants, preserved by sugar (drained, glacé or crystallized)	Manufacture from products of Chapter 17 of which the value exceeds 30% of the value of the finished product	
ex 20.05	Jams, fruit jellies, marmalades, fruit purées and fruit pastes, being cooked preparations, containing added sugar	Manufacture from products of Chapter 17 of which the value exceeds 30% of the value of the finished product	
20.06	Fruit otherwise prepared or preserved, whether or not containing added sugar or spirit:  A. Nuts		Manufacture, without added sugar or spirit, in which the value of the constituent "originating products" of heading Nos. 08.01, 08.05 and 12.01 represents at least 60% of the value of the manufactured product
	B. Other fruits	Manufactured from products of Chapter 17 of which the value exceeds 30 % of the value of the finished product	

]	Products obtained	Working or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	that does not confer the status of originating products	
ex 20.07	Fruit juices (including grape must), whether or not containing added sugar, but unfermented and not containing spirit	Manufacture from products of Chapter 17 of which the value exceeds 30% of the value of the finished product	
ex 21.01	Roasted chicory and extracts thereof	Manufacture from chicory roots, fresh or dried	•
21.05	Soups and broths in liquid, solid or powder forms; homogenized food preparations	Manufacture from products of heading No. 20.02	
22.02	Lemonade, flavoured spa waters and flavoured aerated waters, and other non-alcoholic beverages, not including fruit and vegetable juices falling within heading No. 20.07	Manufacture from fruit juices(1) or in which the value of products of Chapter 17 used exceeds 30% of the value of the finished product	
22.06	Vermouths, and other wines of fresh grapes flavoured with aromatic extracts	Manufacture from products of heading No. 08.04, 20.07, 22.04 or 22.05	
22.08	Ethyl alcohol or neutral spirits, undenatured, of a strength of 80° or higher; denatured spirits (including ethyl alcohol and neutral spirits) of any strength	Manufacture from products of heading No. 08.04, 20.07, 22.04 or 22.05	
22.09	Spirits (other than those of heading No. 22.08); liqueurs and other spirituous beverages; compound alcoholic preparations (known as "concentrated extracts") for the manufacture of beverages	Manufacture from products of heading No. 08.04, 20.07, 22.04 or 22.05	
22,10	Vinegar and substitutes for vinegar	Manufacture from products of heading No. 08.04, 20.07, 22.04 or 22.05	
ex 23.03	Residues from the manufacture of maize starch (excluding concentrated steeping liquors), of a protein content, calculated on the dry product, exceeding 40% by weight	Manufacture from maize or maize flour	

<sup>(1)</sup> This rule does not apply where fruit juices of pineapple, lime and grapefruit are concerned.

	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
23.04	Oil cake and other residues (except dregs) resulting from the extraction of vegetable oils	Manufacture from various products	
23.07	Sweetened forage; other preparations of a kind used in animal feeding	Manufacture from cereals and derived products, meat, milk, sugar and molasses	
ex 24.02	Cigarettes, cigars, smoking tobacco		Manufacture from products of heading No. 24.01 of which at least 70% by quantity are "originating products"
ex 28.38	Aluminium sulphate	·	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
30.03	Medicaments (including veterinary medicaments)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
31.05	Other fertilizers; goods of the present Chapter in tablets, lozenges and similar prepared forms or in packings of a gross weight not exceeding 10 kg		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
32.06	Colour lakes	Manufacture from materials of heading No. 32.04 or 32.05(1)	
32,07	Other colouring matter; inorganic products of a kind used as luminophores	Mixing of oxides or salts of Chapter 28 with extenders such as barium sulphate, chalk barium carbonate and satin white(1)	
33.05	Aqueous distillates and aqueous solutions of essential oils, including such products suitable for medicinal uses	Manufacture from products of heading No. 33.01(1)	

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
35.05	Dextrins and dextrin glues; soluble or roasted starches; starch glues		Manufacture from maize or potatoes
37.01	Photographic plates and film in the flat, sensitised, unexposed, of any material other than paper, paper-board or cloth	Manufacture from products of heading No. 37.02(1)	
37.02	Film in rolls, sensitised, unexposed, perforated or not	Manufacture form products of heading No. 37.01(1)	
37.04	Sensitised plates and film, exposed but not developed, negative or positive	Manufacture from products of heading No. 37.01 or 37.02(1)	
38.11	Disinfectants, insecticides, fungicides, weed-killers, anti-sprouting products, rat poisons and similar products, put up in forms or packings for sale by retail or as preparations or as articles (for example, sulphur-treated bands, wicks and candles, fly-papers)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.12	Prepared glazings, prepared dressings and prepared mordants, of a kind used in the textile, paper, leather or like industries		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.13	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 rods and electrodes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

· · · · · · · · ·	Products obtained	Working or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	that does not confer the status of originating products	
ex 38.14	Anti-knock preparations, oxidation inhibitors, gum inhibitors, viscosity improvers, anti-corrosive preparations and similar prepared additives for mineral oils, excluding prepared additives for lubricants		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.15	Prepared rubber accelerators		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.17	Preparations and charges for fire-extinguishers; charged fire-extinguishing grenades		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.18	Composite solvents and thinners for varnishes and similar products		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
ex 38.19	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, excluding:  —Fusel oil and Dippel's oil;  —Napththenic acids and their non-water-soluble salts, esters of naphthenic acids;  —Sulphonaphthenic acids and their non-water-soluble salts; esters of sulphonaphthenic acids;  —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;		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

# ANNEX II—(continued)

	Products obtained	W/1-i	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	
ex 38.19 (cont'd)	Mixed alkylbenzenes and mixed alkylnaphthalenes;Ion exchangers;Catalysts;Getters for vacuum tubes;Refractory cements or mortars and similar preparations;Alkaline iron oxide for the purification of gas;Carbon (excluding that in artificial graphite of heading No. 38.01) of metallo-graphite or other compounds, in the form of small plates, bars or other semi-manufacturesSorbitol other than sorbitol of 29.04		Manufacture in which the value of the product used does not exceed 50% of the value of the
ex 39.02	Polymerisation products		finished product
39.07	Articles of materials of the kinds described in headings Nos. 39.01 to 39.06		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product
40.05	Plates, sheets and strip, of unvulcanised natural or synthetic rubber, other than smoked sheets and crepe sheets of heading No. 40.01 or 40.02; granules of unvulcanised natural or synthetic rubber compounded ready for vulcanisation; unvulcanised natural or synthetic rubber, compounded before or after coagulation either with carbon black (with or without the addition of mineral oil) or with silica (with or without the addition of mineral oil), in any form, of a kind known as masterbatch		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product

	Products obtained	Warking or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	
41.08	Patent leather and imitation patent leather; metallized leather		Varnishing or metallizing of leather of headings Nos. 41.02 to 41.07 (other than skin leather of crossed Indian sheep and of Indian goat or kid, not further prepared than vegetable tanned, or if otherwise prepared obviously unsuitable for immediate use in the manufacture of leather articles) in which the value of the skin leather used does not exceed 50% of the value of the finished product
43.03	Articles of furskin	Making up from furskin in plates, crosses and similar forms (heading No. ex 43.02)(1)	
44.21	Complete wooden packing cases, boxes, crates, drums and similar packings		Manufacture from boards not cut to size
45.03	Articles of natural cork		Manufacture from products of heading No. 45.01
48.06	Paper and paperboard ruled, lined or squared, but not otherwise printed, in rolls or sheets		Manufacture from paper pulp
48.14	Writing blocks, envelopes, letter cards, plain postcards, correspondence cards; boxes, pouches, wallets and writing compendiums, of paper or paperboard, containing only an assortment of paper stationery	,	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
48.15	Other paper and paper- board, cut to size or shape		Manufacture from paper pulp
48.16	Boxes, bags and other packing containers, of paper or paperboard		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

	Products obtained	Washington	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
49.09	Picture postcards, Christmas and other picture greeting cards, printed by any process, with or without trimmings	Manufacture from products of heading No. 49.11	
49.10	Calendars of any kind, of paper or paperboard, including calendar blocks	Manufacture from products of heading No. 49.11	
50.04(1)	Silk yarn, other than yarn of noil or other waste silk, not put up for retail sale		Manufacture from products other than those of heading No. 50.04
50.05(¹)	Yarn spun from silk waste other than noil, not put up for retail sale		Manufacture from products of heading No. 50.03
50.06(¹)	Yarn spun from noil silk, not put up for retail sale		Manufacture from products of heading No. 50.03
50.07(1)	Silk yarn and yarn spun from noil or other waste silk, put up for retail sale		Manufacture from products of heading Nos. 50.01 to 50.03
ex 50.08(1)	Imitation catgut of silk		Manufacture from products of heading No. 50.01 or from products of heading No. 50.03 neither carded nor combed
50.09(²)	Woven fabrics of silk or of waste silk other than noil		Manufacture from products of heading No. 50.02 or 50.03
50.10(2)	Woven fabrics of noil silk		Manufacture from products of heading No. 50.02 or 50.03

<sup>(1)</sup> For yarn composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which yarns of the other textile materials of which the mixed yarn is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated.

<sup>(\*)</sup> For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 <sup>(</sup>i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 50.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the material in question is yarn of a width not exceeding 5mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained		Washing on massacing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
51.01(1)	Yarn of man-made fibres (continuous), not put up for retail sale		Manufacture from chemical products or textile pulp
51.02(²)	Monofil, strip (artificial straw and the like) and imitation catgut, of man-made fibre materials		Manufacture from chemical products or textile pulp
51.03(¹)	Yarn of man-made fibres (continuous), put up for retail sale		Manufacture from chemical products or textile pulp
51.04(²)	Woven fabrics of man-made fibres (continuous), including woven fabrics of monofil or strip of heading Nos. 51.01 or 51.02		Manufacture from chemical products or textile pulp
52.01(²)	Metallized yarn, being textile yarn spun with metal or covered with metal by any process		Manufacture from chemical products, from textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste, neither carded nor combed
52.02(²)	Woven fabrics of metal thread or of metallized yarn, of a kind used in articles of apparel, as furnishing fabrics or the like		Manufacture from chemical products, from textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste
53.06(1)	Yarn of carded sheep's or lambs' wool (woollen yarn), not put up for retail sale		Manufacture from products of heading Nos. 53.01 or 53.03

<sup>(1)</sup> For yarn composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which yarns of the other textile materials of which the mixed yarn is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated.

<sup>(\*)</sup> For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 <sup>(</sup>i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained			Working or processing
Customs Tariff heading No,	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
53.07(1)	Yarn of combed sheep's or lambs' wool (worsted yarn), not put up for retail sale		Manufacture from products of heading Nos. 53.01 or 53.03
53.08(¹)	Yarn of fine animal hair (carded or combed), not put up for retail sale		Manufacture from raw fine animal hair of heading No. 53.02
53.09(1)	Yarn of horsehair or of other coarse animal hair, not put up for retail sale		Manufacture from raw coarse animal hair of heading No. 53.02 or from raw horsehair of heading No. 05.03
53.10(1).	Yarn of sheep's or lambs' wool, of horsehair or of other animal hair (fine or coarse), put up for retail sale		Manufacture from materials of headings Nos. 05.03 and 53.01 to 53.04
53.11(2)	Woven fabrics of sheep's or lambs' wool or of fine animal hair	·	Manufacture from materials of headings Nos. 53.01 to 53.05
53.12(²)	Woven fabrics of coarse animal hair other than horsehair		Manufacture from products of headings Nos. 53.02 to 53.05
53.13(2)	Woven fabrics of horsehair		Manufacture from horsehair of heading No. 05.03
54.03(¹)	Flax or ramie yarn, not put up for retail sale		Manufacture either from products of heading No. 54.01 neither carded nor combed or from products of heading No. 54.02
54.04(¹)	Flax or ramie yarn, put up for retail sale		Manufacture from materials of heading Nos. 54.01 or 54.02

<sup>(1)</sup> For yarn composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which yarns of the other textile materials of which the mixed yarn is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated.

<sup>(2)</sup> For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

total weight of textile materials incorporated. This percentage shall be increased:

(i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07:

Nos. ex 51.01 and ex 58.07;
(ii) to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

F	roducts obtained		Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
54.05(²)	Woven fabrics of flax or of ramie		Manufacture from materials of heading Nos. 54.01 or 54.02
55.05(¹)	Cotton yarn, not put up for retail sale		Manufacture from materials of heading Nos. 55.01 or 55.03
55.06(¹)	Cotton yarn, put up for retail safe		Manufacture from materials of heading Nos. 55.01 or 55.03
55.07(*)	Cotton gauze		Manufacture from materials of heading No 55.01, 55.03 or 55.04
55.08(*)	Terry towelling and similar terry fabrics, of cotton	,	Manufacture from materials of heading Nos. 55.01, 55.03 or 55.04
55.09(²)	Other woven fabrics of cotton		Manufacture from materials of heading Nos. 55.01, 55.03 or 55.04
56,01	Man-made fibres (discontinuous), not carded, combed or otherwise prepared for spinning	-	Manufacture from chemical products or textile pulp
56.02	Continuous filament tow for the manufacture of man-made fibres (discontinuous)		Manufacture from chemical products or textile pulp

<sup>(1)</sup> For yarn composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which yarns of the other textile materials of which the mixed yarn is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated.

<sup>(2)</sup> For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 <sup>(</sup>i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

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· · · · · · · · · · · · · · · · · · ·	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
56.03	Waste (including yarn waste and pulled or garnetted rags) of man-made fibres (continuous or discontinuous), not carded, combed or otherwise prepared for spinning		Manufacture from chemical products or textile pulp
56.04	Man-made fibres (discontinuous or waste), carded, combed or otherwise prepared for spinning		Manufacture from chemical products or textile pulp
56.05(1)	Yarn of man-made fibres (discontinuous or waste), not put up for retail sale		Manufacture from chemical products or textile pulp
56.06(¹)	Yarn of man-made fibres (discontinuous or waste), put up for retail sale		Manufacture from chemical products or textile pulp
56.07(²)	Woven fabrics of man-made fibres (discontinuous or waste)		Manufacture from products of headings Nos. 56.01 to 56.03
57.05(¹)	Yarn of true hemp		Manufacture from raw true hemp
57.06(¹)	Yarn of jute or of other textile bast fibres of heading No. 57.03		Manufacture from raw jute, jute tow or from other raw textile bast fibres of heading No. 57.03
57.07(¹)	Yarn of other vegetable textile fibres		Manufacture from raw vegetable textile fibres of heading Nos. 57.02 or 57.04

<sup>(1)</sup> For yarn composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which yarns of the other textile materials of which the mixed yarn is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated.

<sup>(2)</sup> For fabric composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

<sup>(</sup>i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained		Washing or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	of originating products when the following conditions are met
57.08	Paper yarn		Manufacture from products of Chapter 47, from chemical products, textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste, neither carded nor combed
57.09(1)	Woven fabrics of true hemp		Manufacture from products of heading No. 57.01
57.10(¹)	Woven fabrics of jute or of other textile bast fabrics of heading No. 57.03		Manufacture from raw jute, jute tow or from other raw textile bast fibres of heading No. 57.03
57.11(1)	Woven fabrics of other vegetable textile fibres		Manufacture from materials of heading Nos. 57 02 or 57.04 or from coir yarn of heading No. 57.07
57.12	Woven fabrics of paper yarn		Manufacture from paper, from chemical products, textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste

<sup>(1)</sup> For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 <sup>(</sup>i) to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.00 and ex 58.07;

<sup>(</sup>ii) to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained		137 - 1. for	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
58.01(')	Carpets, carpeting and rugs, knotted (made up or not)		Manufacture from materials of headings Nos. 50.01 to 50.03, 51.01, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04
58.02(1)	Other carpets, carpeting, rugs, mats and matting, and "Kelem", "Schumacks" and "Karamanie" rugs and the like (made up or not)		Manufacture from materials of headings Nos. 50.01 to 50.03, 51.01, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03, 57.01 to 57.04 or from coir yarn of heading No. 57.07
58.04(1)	Woven pile fabrics and chenille fabrics (other than terry towelling or similar terry fabrics of cotton of heading No. 55.08 and fabrics of heading No. 58.05)		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03, 57.01 to 57.04 or from chemical products or textile pulp
58.05(1)	Narrow woven fabrics, and narrow fabrics (bolduc) consisting of warp without weft assembled by means of an adhesive, other than goods falling within heading No. 58.06		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
58.06(¹)	Woven labels, badges and the like, not embroidered, in the piece, in strips or cut to shape or size		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or from chemical products or textile pulp

<sup>(1)</sup> For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which products of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 <sup>(</sup>i) to 20% where the product in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

Nos. ex 51.01 and ex 58.07;

(ii) to 30% where the product in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

I	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
58.07(1)	Chenille yarn (including flock chenille yarn), gimped yarn (other than metallized yarn of heading No. 53.01 and gimped horsehair yarn); braids and ornamental trimmings in the piece; tassels, pompoms and the like		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or from chemical products or textile pulp
58.08(1)	Tulle and other net fabrics (but not including woven, knitted or crocheted fabrics), plain		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or from chemical products or textile pulp
58.09(1)	Tulle and other net fabrics (but not including woven, knitted or crocheted fabrics), figured; hand or mechanically made lace, in the piece, in strips or in motifs		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or from chemical products or textile pulp
58.10	Embroidery, in the piece, in strips or in motifs		Manufacture in which the value of the product used does not exceed 50% of the value of finished product
59.01(¹)	Wadding and articles of wadding; textile flock and dust and mill neps		Manufacture either from natural fibres or from chemical products or textile pulp
59.02(1)	Felt and articles of felt, whether or not impregnated or coated	 	Manufacture either from natural fibres or from chemical products or textile pulp

<sup>(1)</sup> For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which products of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

<sup>(</sup>i) to 20% where the product in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the product in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

I	Products obtained	W-tini	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
ex 59.02(1)	Needled felt, whether or not impregnated or coated		Manufacture from fibre or continuous polypropylene filament of which the denomination of the filaments is less than 8 denier and of which the value does not exceed 40% of the value of the finished product
59.03(¹)	Bonded fibre fabrics, similar bonded yarn fabrics, and articles of such fabrics, whether or not impregnated or coated		Manufacture either from natural fibres or from chemical products or textile pulp
59,04(¹)			Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No. 57.07
59.05(1)	Nets and netting made of twine, cordage or rope, and made up fishing nets of yarn, twine, cordage or rope		Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No. 57.07
59.06(1)	Other articles made from yarn, twine, cordage, rope or cables, other than textile fabrics and articles made from such fabrics		Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No. 57.07

<sup>(1)</sup> For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which products of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

<sup>(</sup>i) to 20% where the product in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the product in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Р	roducts obtained	****	Working or processing that confers the status
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating prodets	of originating products when the following conditions are met
59.07	Textile fabrics coated with gum or amylaceous substances of a kind used for the outer covers of books and the like; tracing cloth; prepared painting canvas; buckram and similar fabrics for hat foundations and similar uses		Manufacture from yarn
59.08	Textile fabrics impregnated, coated, covered or laminated with preparations of cellulose derivatives or of other artificial plastic materials		Manufacture from yarn
. 59 <b>.09</b>	Textile fabrics coated or impregnated with oil or preparations with a basis of drying oil		Manufacture from yarn
59.10(1)	Linoleum and materials prepared on a textile base in a similar manner to linoleum, whether or not cut to shape or of a kind used as floor coverings; floor coverings consisting of a coating applied on a textile base, cut to shape or not		Manufacture either from yarn or from textile fibres
59.11	Rubberized textile fabrics, other than rubberized knitted or crocheted goods	}	Manufacture from yarn
59.12	Textile fabrics otherwise impregnated or coated; painted canvas being theatrical scenery, studio backcloths or the like		Manufacture from yarn

<sup>(1)</sup> For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which products of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

<sup>(</sup>i) to 20% where the products in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the product in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained		Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
59.13(1)	Elastic fabrics and trimmings (other than knitted or crocheted goods) consisting of textile materials combined with rubber threads		Manufacture from single yarn
59.15(1)	Textile hosepiping and similar tubing, with or without lining, armour or accessories of other materials		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
59.16(1)	Transmission, conveyor or elevator belts or belting, of textile material, whether or not strengthened with metal or other material		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
59.17(1)	Textile fabrics and textile articles, of a kind commonly used in machinery or plant		Manufacture from materials of headings Nos. 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
ex Chapter 60(¹)	Knitted and crocheted goods, excluding knitted or crocheted goods obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from natural fibres, carded or combed, from materials of headings Nos. 56.01 to 56.03, from chemical products or textile pulp

<sup>(1)</sup> For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which products of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

<sup>(</sup>i) to 20% where the product in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within headings Nos. ex 51.01 and ex 58.07;

<sup>(</sup>ii) to 30% where the product in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained		Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	of originating products when the following conditions are met
ex 60.02	Gloves, mittens and mitts, knitted or crocheted, not elastic nor rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn(²)
ex 60.03	Stockings, under stockings, socks, anklesocks, sockettes and the like, knitted or crocheted, not elastic nor rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn(1)
ex 60.04	Under garments, knitted or crocheted, not elastic nor rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn(1)
ex 60.05	Outer garments and other articles, knitted or crocheted, not elastic nor rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn(1)
ex 60.06	Other articles, knitted or crocheted, elastic or rubberized (including elastic knee-caps and elastic stockings), obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn( <sup>1</sup> )
61.01	Men's and boys' outer garments		Manufacture from yarn(1)(2)

<sup>(1)</sup> Trimmings and accessories used (excluding linings and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight does not exceed 10% of the total weight of all the textile materials incorporated.

<sup>(2)</sup> These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in List B.

1	Products obtained	Wasking or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	
ex 61.01	Fire resistant equipment of cloth covered by foil of aluminised polyester		Manufacture from uncoated cloth of which the value does not exceed 40% of the value of the finished product (1)(2)
ex 61.02	Women's, girls' and infants' outer garments, not embroidered		Manufacture from yarn (1) (2)
ex 61.02	Fire resistant equipment of cloth covered by foil of aluminised polyester		Manufacture from uncoated cloth of which the value does not exceed 40% of the value of the finished product (1) (2)
ex 61.02	Women's, girls' and infants' outer garments, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product(1)
61.03	Men's and boys' under garments, including collars, shirt fronts and cuffs		Manufacture from yarn(1)(3)
61.04	Women's, girls' and infant's under garments		Manufacture from yarn(1)(2)
ex 61.05	Handkerchiefs, not embroidered	;	Manufacture from unbleached single yarn (1) (8) (8)
ex 61.05	Handkerchiefs, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product(1)
ex 61.06	Shawls, scarves, mufflers, mantillas, veils and the like, not embroidered		Manufacture from unbleached single yarn of natural textile fibres or discontinuous manmade fibres or their waste, or from chemical products or textile pulp (1)(2)

<sup>(1)</sup> Trimmings and accessories used (excluding linings and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight does not exceed 10% of the total weight of all the textile materials incorporated.

<sup>(\*)</sup> These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in List B.

<sup>(3)</sup> For products obtained from two or more textile materials, this rule does not apply to one or more of the mixed textile materials if its or their weight does not exceed 10% of the total weight of all the textile materials incorporated.

Products obtained			Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating prodets	that confers the status of originating products when the following conditions are met
ex 61.06	Shawls, scarves, mufflers, mantillas, veils and the like, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product(1)
61.07	Ties, bow ties and cravats		Manufacture from yarn (1)(2)
ex 61.08	Collars, tuckers, fallals, bodice-fronts, jabots, cuffs, flounces, yokes and similar accessories and trimmings for women's and girls' garments, not embroidered		Manufacture from yarn(1) (2)
ex 61.08	Collars, tuckers, fallals, bodice-fronts, jabots, cuffs, flounces, yokes and similar accessories and trimmings for women's and girls' garments, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product(1)
61.09	Corsets, corset-belts, suspender-belts, brassières, braces, suspenders, garters and the like (including such articles of knitted or crocheted fabric), whether or not elastic		Manufacture from yarn(1) (1)
61.10	Gloves, mittens, mitts, stockings, socks and sockettes, not being knitted or crocheted goods		Manufacture from yarn(1) (2)
ex 61.10	Fire resistant equipment of cloth covered by foil of aluminised polyester		Manufacture from uncoated cloth of which the value does not exceed 40% of the value of the finished product(1)(2)
61.11	Made up accessories for articles of apparel (for example, dress shields, shoulder and other pads, belts, muffs, sleeve protectors, pockets)		Manufacture from yarn (1)(2)

<sup>(1)</sup> Trimmings and accessories used (excluding linings and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight does not exceed 10% of the total weight of all the textile materials incorporated.

<sup>(\*)</sup> These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in List B.

Products obtained		Waliana	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
62.01	Travelling rugs and blankets		Manufacture from unbleached yarn of Chapters 50 to 56(1)(3)
ex 62.02	Bed linen, table linen, toilet linen and kitchen linen; curtains and other furnishing articles; not embroidered		Manufacture from unbleached single yarn(1) (2)
ex 62.02	Bed linen, table linen, toilet linen and kitchen linen; curtains and other furnishing articles; embroidered	·	Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product
62.03	Sacks and bags, of a kind used for the packing of goods		Manufacture from chemical products, textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste(1) (2)
62.04	Tarpaulins, sails, awnings, sun-blinds, tents and camping goods		Manufacture from single unbleached yarn (1) (2)
62.05	Other made up textile articles (including dress patterns)		Manufacture in which the value of the products used does not exceed 40% of the value of the finished product
64.01	Footwear with outer soles and uppers of rubber or artificial plastic material	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
64.02	Footwear with outer soles of leather or composition leather; footwear (other than footwear falling within heading No. 64.01) with outer soles of rubber or artificial plastic material	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	

<sup>(1)</sup> For products obtained from two or more textile materials, this rule does not apply to one or more of the mixed textile materials if its or their weight does not exceed 10% of the total weight of all the textile materials incorporated.

<sup>(\*)</sup> These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in list B.

Products obtained		Working or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
64.03	Footwear with outer soles of wood or cork	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
64.04	Footwear with outer soles of other materials	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
65.03	Felt hats and other felt headgear, being headgear made from the felt hoods and plateaux falling within heading No. 65.01, whether or not lined or trimmed		Manufacture from textile fibres
65.05	Hats and other headgear (including hair nets), knitted or crocheted, or made up from lace, felt or other textile fabric in the piece (but not from strips), whether or not lined or trimmed		Manufacture either from yarn or from textile fibres
66.01	Umbrellas and sunshades (including walking-stick umbrellas, umbrella tents, and garden and similar umbrellas)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
ex 70.07	Cast, rolled, drawn or blown glass (including flashed or wired glass) cut to shape other than rectangular shape, or bent or otherwise worked (for example, edge worked or engraved) whether or not surface ground or polished; multiple-walled insulating glass	Manufacture from drawn, cast or rolled glass of headings Nos. 70.04 to 70.06	
70.08	Safety glass consisting of toughened or laminated glass, shaped or not	Manufacture from drawn, cast or rolled glass of headings Nos. 70.04 to 70.06	

Products obtained		Working or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating product when the following conditions are met
70.09	Glass mirrors (including rear-view mirrors), unframed, framed or backed	Manufacture from drawn, cast or rolled glass of headings Nos. 70.04 to 70.06	
71.15	Articles consisting of, or incorporating, pearls, precious or semi-precious stones (natural, synthetic or reconstructed)		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
73.07	Blooms, billets, slabs and sheet-bars (including tinplate bars) of iron or steel; pieces roughly shaped by forging, of iron or steel	Manufacture from products of heading No. 73.06	
73.08	Iron or steel coils re-rolling	Manufacture from products of heading No. 73.07	
73.09	Universal plates of iron or steel	Manufacture from products of heading Nos. 73.07 or 73.08	
73.10	Bars and rods (including wire rod), of iron or steel, hot-rolled, forged, extruded, cold-formed or cold-finished (including precision-made); hollow mining drill steel	Manufacture from products of heading No. 73.07	
73.11	Angles, shapes and sections, of iron or steel, hot-rolled, forged, extruded, cold-formed or cold-finished; sheet piling of iron or steel, whether or not drilled, punched or made from assembled elements	Manufacture from products of headings Nos. 73.07 to 73.10, 73.12 or 73.13	
73.12	Hoop and strip, of iron or steel, hot-rolled or cold-rolled	Manufacture from products of headings Nos. 73.07 to 73.09 or 73.13	
73.13	Sheets and plates, of iron or steel, hot-rolled or cold-rolled	Manufacture from products of headings Nos. 73.07 to 73.09	

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

Products obtained		Working or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
73.14	Iron or steel wire, whether or not coated, but not insulated	Manufacture from products of heading No. 73.10	
73.16	Railway and tramway track construction material of iron or steel, the following: rails, check-rails, switch blades, crossings (or frogs), crossing pieces, point rods, rack rails, sleepers, fish-plates, chairs, chair wedges, sole plates (base plates), rail clips, bed-plates, ties and other material specialized for joining or fixing rails		Manufacture from products of heading No. 73.06
73.18	Tubes and pipes and blanks therefor, of iron (other than of cast iron) or steel, excluding high-pressure hydro-electric conduits		Manufacture from products of headings Nos. 73.06 and 73.07 or heading No. 73.15 in the forms specified in headings Nos. 73.06 and 73.07
74.03	Wrought bars, rods, angles, shapes and sections, of copper; copper wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.04	Wrought plates, sheets and strip, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.05	Copper foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a thickness (excluding any backing) not exceeding 0.15 mm		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.06	Copper powder and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

Products obtained		Working or processing	Working or processin
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the statu of originating produc wheb the following conditions are met
74.07	Tubes and pipes and blanks therefor, of copper; hollow bars of copper		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.08	Tube and pipe fittings (for example, joints, elbows, sockets and flanges), of copper		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.09	Reservoirs, tanks, vats and similar containers, for any material (other than compressed or liquified gas), of copper, of a capacity exceeding 3001, whether or not lined or heat-insulated, but not fitted with mechanical or thermal equipment		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.10	Stranded wire, cables, cordage, ropes, plaited bands and the like, of copper wire, but excluding insulated electric wires and cables		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)
74.11	Gauze, cloth, grill, netting, fencing, reinforcing fabric and similar materials (including endless bands), of copper wire		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.12	Expanded metal, of copper		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.13	Chain and parts thereof, of copper		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product(1)
74.14	Nails, tacks, staples, hook-nails, spiked cramps, studs, spikes and drawing pins, of copper, or of iron or steel with heads of copper		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

1	Products obtained	337(.)	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
74.15	Bolts and nuts (including bolt ends and screw studs), whether or not threaded or tapped, and screws (including screw hooks and screw rings), of copper; rivets, cotters, cotter-pins, washers and spring washers, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.16	Springs, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.17	Cooking and heating apparatus of a kind used for domestic purposes, not electrically operated, and parts thereof, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.18	Other articles of a kind commonly used for domestic purposes, sanitary ware for indoor use, and parts of such articles and ware, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
74.19	Other articles of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
75.02	Wrought bars, rods, angles, shapes and sections, of nickel; nickel wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
75.03	Wrought plates, sheets and strip, of nickel; nickel foil; nickel powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
75.04	Tubes and pipes and blanks therefor, of nickel; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of nickel		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

	Products obtained	Washing or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
75.05	Electro-plating anodes, of nickei, wrought or unwrought, including those produced by electrolysis		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product(1)
75.06	Other articles of nickel		Manufacture in which th the value of the products used does not exceed 50% of the value of the finished product(1)
76.02	Wrought bars, rods, angles, shapes and sections, of aluminium; aluminium wire		Manufacture in which value of the products used does not exceed 50% of the value of the finished product
76.03	Wrought plates, sheets and strip, of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.04	Aluminium foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a thickness (excluding any backing) not exceeding 0.20 mm		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.05	Aluminium powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.06	Tubes and pipes and blanks therefor, of aluminium; hollow bars of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.07	Tube and pipe fittings (for example, joints, elbows, sockets and flanges), of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

	Products obtained	Working or processing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	that does not confer the status of originating products	
76.08	Structures, complete or incomplete, whether or not assembled, and parts of structures (for example, hangars and other buildings, bridges and bridge-sections, towers, lattice masts, roofs, roofing frameworks, door and window frames, balustrades, pillars and columns), of aluminium; plates, rods, angles, shapes, sections, tubes and the like, prepared for use in structures, of aluminium	*	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.09	Reservoirs, tanks, vats and similar containers, for any material (other than compressed or liquified gas), of aluminium, of a capacity exceeding 300 1, whether or not lined or heat insulated, but not fitted with mechanical or thermal equipment		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.10	Casks, drums, cans, boxes and similar containers (including rigid and collapsible tubular containers), of aluminium, of a description commonly used for the conveyance or packing of goods		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.11	Containers of aluminium for compressed or liquified gas		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.12	Stranded wire, cables, cordage, ropes, plaited bands and the like, of aluminium wire, but excluding insulated electric wires and cables		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

	Products obtained	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Working or processin
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating prodcts	that confers the statu of originating product when the following conditions are met
76.13	Gauze, cloth, grill, netting, reinforcing fabric and similar materials, of aluminium wire		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
76.14	Expanded metal, of aluminium		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
76.15	Articles of a kind commonly used for domestic purposes, sanitary ware for indoor use, and parts of such articles and ware, of aluminium		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
76.16	Other articles of aluminium		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
77.02	Wrought bars, rods, angles, shapes and sections, of magnesium; magnesium wire; wrought plates, sheets and strip, of magnesium; magnesium foil; raspings and shavings of uniform size, powders and flakes, of magnesium; tubes and pipes and blanks therefor, of magnesium; hollow bars of magnesium		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
77.03	Other articles of magnesium		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
78.02	Wrought bars, rods, angles, shapes and sections, of lead; lead wire		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

•	Products obtained	Walie on accomin	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
78.03	Wrought plates, sheets and strip, of lead		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)
78.04	Lead foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a weight (excluding any backing) not exceeding 1,700 kg/m²; lead powders and flakes		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)
78.05	Tubes and pipes and blanks therefor, of lead; hollow bars and tube and pipe fittings (for example, joints, elbows, sockets, flanges and S-bends)		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)
78.06	Other articles of lead		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product(1)
79.02	Wrought bars, rods, angles, shapes and sections, of zinc; zinc wire		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product
79.03	Wrought plates, sheets and strip, of zinc; zinc foil; zinc powders and flakes		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product
79.04	Tubes and pipes and blanks therefor, of zinc; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of zinc		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product
79.05	Gutters, roof capping, skylight frames, and other fabricated building components, of zinc		Manufacture in which the value of the product used does not exceed 50% of the value of the finished product

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

	Products obtained	Washing or server'	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating prodcts	that confers the status of originating product when the following conditions are met
79.06	Other articles of zinc		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
80.02	Wrought bars, rods, angles, shapes and sections, of tin; tin wire		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
80.03	Wrought plates, sheets and strip, of tin		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
80.04	Tin foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a weight (excluding any backing) not exceeding 1 kg/m²; tin powders and flakes	·	Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
80.05	Tubes and pipes and blanks therefor, of tin; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of tin		Manufacture in which the value of the produc used does not exceed 50% of the value of the finished product
82.05	Interchangeable tools for hand tools, for machine tools or for power-operated hand tools (for example, for pressing, stamping, drilling, tapping, threading, boring, broaching, milling, cutting, turning, dressing, morticing or screw-driving), including dies for wire drawing, extrusion dies for metal, and rock drilling bits		Working processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product(
82.06	Knives and cutting blades, for machines or for mechanical appliances		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product(

<sup>(1)</sup> These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

ì	Products obtained		Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products wheb the following conditions are met
ex Chapter 84	Boilers, machinery and mechanical appliances and parts thereof, excluding refrigerators and refrigerating equipment (electrical and other) (No. 84.15) and sewing machines, including furniture specially designed for sewing machines (ex No. 84.41)		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
84.15	Refrigerators and refrigerating equipment (electrical and other)		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(1) used are originating products
ex 84.41	Sewing machines, including furniture for sewing machines		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that:  (a) at least 50% in value of the materials and parts (1) used for the assembly of the head (motor excluded) are originating products, and  (b) the thread tension, crochet and zigzag mechanisms are originating products
ex Chapter 85	Electrical machinery and equipment; parts thereof; excluding products of heading No. 85.14 or 85.15		Working, processing or assembly in which the value of the non-originating material and parts used do not exceed 40% of the value of the finished product

<sup>(1)</sup> In determining the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products on the territory of the country where working,

processing or assembly is carried out;

(b) in respect of products, materials and parts other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

(i) the value of imported products,

(ii) the value of products of undetermined origin.

1	Products obtained	Washing an managaing	Working or processing that confers the status of originating products when the following conditions are met
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	
85.14	Microphones and stands therefor; loudspeakers; audio-frequency electric amplifiers		Working, processing or assembly in which the value of the nonoriginating materials and parts used does not exceed 40% of the value of the finished product, and provided that:  (a) at least 50% in value of the materials and parts(1) used are originating products and  (b) the value of the nonoriginating transisto used does not exceed 3% of the value of th finished product(1)
85.15	Radiotelegraphic and radiotelephonic transmission and reception apparatus; radiobroadcasting and television transmission and reception apparatus (including receivers incorporating sound recorders or reproducers) and television cameras; radio navigational aid apparatus, radar apparatus and radio remote control apparatus		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that:  (a) at least 50% in value of the materials and parts(1) used are originating products and  (b) the value of the non-originating transistors used does not exceed 3% of the value of the finished product(1)
Chapter 86	Railway and tramway locomotives, rolling-stock and parts thereof; railway and tramway track fixtures and fittings; traffic signalling equipment of all kinds (not electrically powered)		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product

<sup>(1)</sup> In determining the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;
(b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

(i) the value of imported products,
(ii) the value of products of undetermined origin.

<sup>(</sup>a) This percentage is not cumulative with the 40%.

Products obtained		Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	that does not confer the status of originating products	of originating products when the following conditions are met
ex Chapter 87	Vehicles, other than railway or tramway rolling-stock, and parts thereof, excluding products of heading No. 87.09		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
87.09	Motor-cycles, auto-cycles and cycles fitted with an auxiliary motor, with or without side-cars; side-cars of all kinds		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the finished product, and provided that at least 50% in value of the materials and parts(1) used are originating products
ex Chapter 90	Optical, photographic, cinematographic, measuring, checking, precision, medical and surgical instruments and apparatus and parts thereof, excluding products of heading No. 90.05, 90.07, 90.08, 90.12 or 90.26		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
90.05	Refracting telescopes (monocular and binocular), prismatic or not		Working, processing or assembly in which the value of the non- originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(1) use are originating products

<sup>(1)</sup> In determining the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;

<sup>(</sup>b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

<sup>(</sup>i) the value of imported products,

<sup>(</sup>ii) the value of products of undetermined origin.

]	Products obtained	Working or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	that confers the status of originating products when the following conditions are met
90.07	Photographic cameras; photographic flashlight apparatus		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(\(^1\) used are originating products
90.08	Cinematographic cameras, projectors, sound recorders and sound reproducers; any combination of these articles		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts (used are originating products
90.12	Compound optical microscopes, whether or not provided with means for photographing or projecting the image		Working, processing or assembly in which the value of the non-originating materials an parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(used are originating products
90.26	Gas, liquid and electricity supply or production meters; calibrating meters therefor		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(used are originating products

<sup>(1)</sup> In determining the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first varifiable price paid, in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;
(b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

(i) the value of imported products,
(ii) the value of products of undetermined origin.

Products obtained		Washing or processing	Working or processing
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating prodcts	that confers the status of originating products when the following conditions are met
ex Chapter 91	Clocks and watches and parts thereof, excluding products of heading No. 91.04 or 91.08		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
91,04	Other clocks		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(1) used are originating products
91.08	Clock movements, assembled		Working processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(1) used are originating products
ex Chapter 92	Musical instruments sound recorders and reproducers; television image and sound recorders and reproducers, magnetic; parts and accessories of such articles; excluding products of heading No. 92.11		Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product

<sup>(1)</sup> In determining the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out:

<sup>(</sup>b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

<sup>(</sup>i) the value of imported products,

<sup>(</sup>ii) the value of products of undetermined origin.

	Products obtained	Working or processing	Working or processing that confers the status
Customs Tariff heading No.	Description	Working or processing that does not confer the status of originating products	of originating products when the following conditions are met
92.11	Gramophones, dictating machines and other sound recorders and reproducers, including record players and tape decks, with or without sound-heads; television image and sound recorders and reproducers, magnetic		Working, processing or assembly in which the value of the nonoriginating materials and parts used does not exceed 40% of the value of the finished product, and provided that:  (a) at least 50% in value of the materials and parts (1) used are originating products and  (b) the value of the nonoriginating transisto used does not exceed 3% of the value of the finished
Chapter 93	Arms and ammunition; parts thereof		product(*)  Manufacture in which the value of the product used does not exceed 50 % of the value of the finished product
96.02	Other brooms and brushes (including brushes of a kind used as parts of machines); paint rollers; squeegees (other than roller squeegees) and mops		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
97.03	Other toys; working models of a kind used for recreational purposes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
98.01	Buttons and button moulds, studs, cuff-links, and press-fasteners, including snap fasteners and press-studs; blanks and parts of such articles		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
98.08	Typewriter and similar ribbons, whether or not on spools; ink-pads with or without boxes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

<sup>(1)</sup> In determing the value of products, materials and parts, the following must be taken into account:

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;

(b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

(i) the value of imported products,

(ii) the value of products of undetermined origin.

<sup>(1)</sup> This percentage is not cumulative with the 40%.

## ANNEX III

## LIST B

# List of working or processing operations which do not result in a change of tariff heading, but which do confer the status of "originating products" on the products undergoing such operations

Finished products		
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products
		Incorporation of non-originating materials and parts in boilers, machinery, mechanical appliances, etc., of Chapter 84 to 92 in boilers and radiators of heading No. 73.37 and in the products contained in headings No. 97.07 and No. 98.03 does not make such products lose their status of originating products, provided that the value of these products does not exceed 5% of the value of the finished product
13.02	Shellac, seed lac, stick lac and other lacs; natural gums, resins, gum-resins and balsams	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 50% of the value of the finished product
ex 15.10	Fatty alcohols	Manufacture from fatty acids
ex 21.03	Prepared mustard	Manufacture from mustard flour
ex 22.09	Whisky of an alcoholic strength of less than 50°	Manufacture from alcohol deriving exclusively from the distillation of cereals and in which the value of the non-originating constituent products does not exceed 15% of the value of the manufactured product
ex 25.09	Earth colours, calcined or powdered	Crushing and calcination or powdering of earth colours
ex 25.15	Marble squared by sawing, of a thickness not exceeding 25 cm	Sawing into slabs or sections, polishing, grinding and cleaning of marble, including marble not further worked than roughly split, roughly squared or squared by sawing, of a thickness exceeding 25 cm
ex 25.16	Granite, porphyry, basalt, sandstone and other monumental and building stone, squared by sawing, of a thickness not exceeding 25 cm	Sawing of granite, porphyry, basalt, sandstone and other building stone, including such stone not further worked than roughly split, roughly squared or squared by sawing, of a thickness exceeding 25 cm
ex 25.18	Calcined dolomite; agglomerated dolomite (including tarred dolomite)	Calcination of unworked dolomite

Finished products Customs	Working or processing that confers
Customs	Working or processing that confers
Tariff Descripting No.	
ex Chapters 28 to 37  Products of the chemic industries excluding ca and powdered natural calcium phosphates, tr thermically, (ex 31.03) oils other than of citrusterpeneless (ex 33.01)	lcined, crushed aluminium used does not exceed 20% of the value of the finished product and essential
ex 31.03 Calcined, crushed and natural aluminium calphosphates, treated the	cium natural aluminium calcium
ex 33.01 Essential oils other that fruit, terpeneless	n of citrus  Deterpenation of essential oils other than of citrus fruit
ex Chapter 38 Miscellaneous chemica other than refined tall and sulphate turpenting	oil (ex 38.05) value of the non-originating materials
ex 38.05 Refined tall oil	Refining of crude tall oil
ex 38.07 Sulphate turpentine, p	urified Purification consisting of the distillation or refining of raw sulphate turpentine
ex Chapter 39 Artificial plastic mater ethers and esters, artificant articles made of these excepting films of ione	cial resins and value of the non-originating materials used does not exceed 20% of the
ex 39.02 Ionomer film	Manufacture from a thermoplastic partial salt which is a copolymer of ethylene and metacrylic acid partly neutralized with metal ions, mainly zinc and sodium
ex 40.01 slabs of crepe rubber for	Dr soles Lamination of crepe sheets of natural rubber
ex 40.07 Rubber thread and contextile-covered	Manufacture from rubber thread or cord
ex 41.01 Sheep and lamb skins wool	without the Removing wool from sheep and lamb skins in the wool
ex 41.02 Retanned bovine cattle (including buffalo leat leather, except leather Nos. 41.06 to 41.08	her) and equine (including buffalo leather) and equine
ex 41.03 Retanned sheep and la except leather of headi to 41.08	
ex 41.04 Retanned goat and kid except leather of headi to 41.08	
Other kinds of retann except leather of headi to 41.08	

	<del></del>	T		
Finished products				
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products		
ex 43.02	Assembled furskins	Bleaching, dyeing, dressing, cutting and assembling of tanned or dressed furskins		
ex 50.03	Silk waste carded or combed	Carding or combing waste silk		
ex 50.09 ex 50.10 ex 51.04 ex 53.11 ex 53.12 ex 53.13 ex 54.05 ex 55.07 ex 55.08 ex 55.09 ex 56.07	Printed fabrics	Printing accompanied by finishing operations (bleaching dressing, drying, steaming, burling, mending, impregnating, sanforizing, mercerizing) of fabrics the value of which does not exceed 47.5% of the value of the finished product		
ex 59.14	Incandescent gas mantles	Manufacture from tubular gasmantle fabric		
ex 68.03	Articles of slate, including articles of agglomerated slate	Manufacture of articles of slate		
ex 68.13	Articles of asbestos; articles of mixtures with a basis of asbestos or of mixtures with a basis of asbestos and magnesium carbonate	Manufacture of articles of asbestos or of mixtures with a basis of asbestos, or of mixtures with a basis of asbestos and magnesium carbonate		
ex 68.15	Articles of mica, including bonded mica splittings on a support of paper or fabric	Manufacture of articles of mica		
ex 70.10	Cut-glass bottles	Cutting of bottles the value of which does not exceed 50% of the value of the finished product		
70.13	Glassware (other than articles falling in heading No. 70.19) of a kind commonly used for table, kitchen, toilet or office purposes, for indoor decoration, or similar uses	Cutting of glassware the value of which does not exceed 50% of the value of the finished product or decoration, with the exception of silk-screen printing, carried out entirely by hand, of hand-blown glassware the value of which does not exceed 50% of the value of the finished product		
ex 70.20	Articles made from glass fibre	Manufacture from unworked glass fibre		
ex 71.02	Precious and semi-precious stones, cut or otherwise worked, but not mounted, set or strung (except ungraded stones temporarily strung for convenience of transport)	Manufacture from unworked precious and semi-precious stones		
ex 71.03	Synthetic or reconstructed precious or semi-precious stones, cut or otherwise worked, but not mounted, set or strung (except ungraded stones temporarily strung for convenience of transport)	Manufacture from unworked synthetic or reconstructed precious or semi-precious stones		

	Finished products	
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products
ex 71.05	Silver and silver alloys, including silver gilt and platinum-plated silver, semi-manufactured	Rolling, drawing, beating or grinding of unwrought silver and silver alloys
ex 71.05	Silver, including silver gilt and platinum-plated silver, unwrought	Alloying or electrolytic separation of unwrought silver and silver alloys
ex 71.06	Rolled silver, semi-manufactured	Rolling, drawing, beating or grinding of unwrought rolled silver
ex 71.07	Gold, including platinum-plated gold, semi-manufactured	Rolling, drawing, beating or grinding of unwrought gold, including platinum plated gold
ex 71.07	Gold, including platinum-plated gold unwrought	Alloying or electrolytic separation of unwrought gold or gold alloys
ex 71.08	Rolled gold on base metal or silver, semi-manufactured	Rolling, drawing, beating or grinding of unwrought rolled gold on base metal or silver
ex 71.09	Platinum and other metals of the platinum group, semi-manufactured	Rolling, drawing, beating or grinding of unwrought platinum or other metals of the platinum group
ex 71.09	Platinum and other metals of the platinum group, unwrought	Alloying or electrolytic separation of unwrought platinum or other metals of the platinum group
ex 71.10	Rolled platinum or other platinum group metals, on base metal or precious metal, semi-manufactured	Rolling, drawing, beating or grinding of unwrought rolled platinum or other unwrought platinum group metals, on base metal or precious metal
ex 73.15	Alloy steel and high carbon steel: —in the forms mentioned in heading Nos, 73,07 to 73.13 —in the forms mentioned in heading No. 73.14	Manufacture from products in the forms mentioned in heading No. 73.06 Manufacture from products in the mentioned in heading No. 73.06 or 73.07
ex 74.01	Unrefined copper (blister copper and other)	Smelting of copper matte
ex 74.01	Refined copper	Fire-refining or electrolytic refining of unrefined copper (blister copper and other), copper waste or scrap
ex 74.01	Copper alloy	Fusion and thermal treatment of refined copper, copper waste or scrap
ex 75.01	Unwrought nickel (excluding electro-plating anodes of heading No. 75.05)	Refining by electrolysis, by fusion or chemically, of nickel mattes, nickel speiss and other intermediate products of nickel metallurgy
ex 75.01	Unwrought nickel except nickel alloys	Refining of waste by electrolysis, by melting or by chemical means of waste and scrap
ex 76.01	Unwrought aluminium	Manufacture by thermal or electro- lytic treatment of unalloyed aluminius and scrap

	Finished products	
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products
ex 77.04	Beryllium wrought	Rolling, drawing or grinding of unwrought beryllium the value of which does not exceed 50% of the value of the finished product
ex 78.01	Refined lead	Manufacture by thermal refining from bullion lead
ex 81.01	Tungsten, wrought	Manufacture from unwrought tungsten the value of which does not exceed 50% of the value of the finished product
ex 81.02	Molybdenum, wrought	Manufacture from unwrought molybdenum the value of which does not exceed 50% of the value of the finished product
ex 81.03	Tantalum, wrought	Manufacture from unwrought tantalum the value of which does not exceed 50% of the value of the finished product
ex 81.04	Other base metals, wrought	Manufacture from other base metals, unwrought the value of which does not exceed 50% of the value of the finished product
ex 83.06	Indoor ornaments made from base metals other than statuettes	Working or processing in which the value of the non-originating materials used does not exceed 30% of the value of the finished product
84.06	Internal combustion piston engines	Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
ex 84.08	Engines and motors, excluding reaction engines and gas turbines	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts(1) used are originating products
84.16	Calendering and similar rolling machines (other than metal-working and metal-rolling machines and glass working machines) and cylinders thereof	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product
(1) In de	termining the value of products, material	e and narte, the following must be taken

(1) In determining the value of products, materials and parts, the following must be taken into account:

Protocol determining:

--the value of imported products,

--the value of products of undetermined origin.

<sup>(</sup>a) in respect of originating products, materials and parts, the first verifiable price paid, or the price which would be paid in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;

(b) in respect of other products, materials and parts, the provisions of Article 4 of this Protocol determining.

	Finished products	
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products
ex 84.17	Machinery, plant and similar laboratory equipment, whether or not electrically heated, for the treatment of materials by a process involving a change of temperature, for wood, paper pulp, paper and paperboard manufacturing industries	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product
84.31	Machinery for making or finishing cellulosic pulp, paper or paperboard	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product
84.33	Paper or paperboard cutting machines of all kinds; other machinery for making up paper pulp, paper or paperboard	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product
ex 84.41	Sewing machines, including furniture specially designed for sewing machines	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40 % of the value of the finished product, and provided that:  (a) at least 50 % of the materials and parts(1) used for assembly of the head (motor excluded) are originating products, and  (b) the thread tension, crochet and zigzag mechanisms are originating products
85.14	Microphones and stands therefor; loudspeakers; audiofrequency electric amplifiers	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product and provided that at least 50% of the materials and parts used are originating products(*)
85.15	Radiotelegraphic and radio telephonic transmission and reception apparatus; radio, broadcasting and television transmission and reception apparatus (including receivers incorporating sound recorders or reproducers) and television cameras; radio navigational aid apparatus, radar apparatus and radio remote control apparatus	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product and provided that at least 50% of the materials and parts used are originating products(*)

(1) In determining the value of products, materials and parts, the following must be taken

(a) in respect of originating products, materials and parts, the first verifiable price paid, in case of sale, for the said products in the territory of the country where working, processing or assembly is carried out;

(b) in respect of products, materials and parts, other than those referred to under (a), the provisions of Article 4 of this Protocol determining:

(i) the value of imported products, (ii) the value of products of undetermined origin.

(\*) The application of this rule must not have the effect of allowing the exceeding of the percentage of 3% for the originating transistors laid down in List A for the same tariff heading.

	Finished products	
Customs Tariff heading No.	Description	Working or processing that confers the status of originating products
87.06	Parts and accessories of the motor vehicles of heading Nos. 87.01 to 87.03	Working, processing or assembly in which the value of the materials and parts used does not exceed 15% of the value of the finished product
ex 94.01	Chairs and other seats (other than those falling within heading No. 94.02) whether or not convertible into beds, made of base metals	Working, processing or assembly in which unstuffed cotton cloth is used of a weight of 300 gr/m² or less in the form ready to use, of which the value does not exceed 25% of the value of the finished product(1)
ex 94.03	Other furniture of base metal	Working, processing or assembly in which unstuffed cotton cloth is used of a weight of 300 gr/m <sup>2</sup> or less in the form ready to use, of which the value does not exceed 25% of the value of the finished product(1)
ex 95.01	Articles of tortoise-shell	Manufacture from worked tortoise- shell
ex 95.02	Articles of mother of pearl	Manufacture from worked mother of pearl
ex 95.03	Articles of ivory	Manufacture from worked ivory
ex 95.04	Articles of bone (excluding whale-bone)	Manufacture from worked bone (excluding whalebone)
ex 95.05	Articles of horn, coral (natural or agglomerated) or of other animal carving material	Manufacture from worked horn, coral (natural or agglomerated)or other animal carving material
ex 95.06	Articles of vegetable carving material (for example, corozo)	Manufacture from worked vegetable carving material (for example, corozo)
ex 95.07	Articles of jet (and mineral substitutes for jet), amber, meerschaum, agglomerated amber and agglomerated meerschaum	Manufacture from worked jet (and mineral substitutes for jet), amber, meerschaum, agglomerated amber and agglomerated meerschaum
ex 98.11	Smoking pipes, pipe bowls, of wood, root or other materials	Manufacture from roughly-shaped blocks

<sup>(1)</sup> This rule does not apply when the general rule of change of tariff heading is applied to the other non-originating parts which are part of the composition of the final product.

# ANNEX IV

# LIST C

# List of products excluded from the scope of this Protocol

Customs Tariff heading No.	Description
ex 27.07	Assimilated aromatic oils as defined in Note 2 to Chapter 27, 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
27.09 to 27.16	Mineral oils and products of their distillation; bituminous substances; mineral waxes
ex 29.01	Hydrocarbons:  —acyclic —cyclanes and cyclenes, excluding azulenes —benzene, toluene, xylenes for use as power or heating fuels
ex 34.03	Lubricating preparations containing petroleum oils or oils obtained from bituminous minerals, but not including preparations containing 70% or more by weight of petroleum oils or of oils obtained from bituminous minerals
ex 34.04	Waxes with a basis of paraffin, of petroleum waxes, of waxes obtained from bituminous minerals, of slack wax or of scale wax
ex 38.14	Prepared additives for lubricants

# ANNEX V MOVEMENT CERTIFICATE

	1. Exporter (Name, full address, country)	}	EUR. 1	No.	A 000.0	m }
		j	Boit.			~~
ì	(Ivalia, rail addites, couldry)	See notes overleaf before completing this		this form		
	3. Consignee	2. Certificate used		in preferential trade between		
	(Name, full address, country)	)   	and			
ļ		(insert a	ppropriate count	ries, gr	oups of count	ries or territories)
-	6 Transport datella	4. Country, group of countries or territory in which the products are considered as originating		es or territy or		
	6. Transport details (Optional)	7. Re	marks			
(1) If goods are not packed indicate number of articles or state "in bulk" as appropri- ate.	8. Item number; marks and and kind of packages(1);	I numbe descript	ers; Number tion of goods	w oi m (li	Gross eight (kg) other leasure itres, , etc.)	10. Invoices (Optional)
(2) Complete only where the regu-	11. CUSTOMS ENDORSE	MENT				
lations of the expor- ting coun- try or ter- ritory re- quired.	Declaration certified. Export document (2); Form	amp	I, the unders described about the isself or the isself and date.	ove me sue of	eet the cond this certific	litions requi- ate.
	Date	-ruth				
	(Signature)				Signature)	

13. REQUEST FOR VERIFICATION, to	14. RESULT OF VERIFICATION
	Verification carried out shows that this certificate(1)
	was issued by the Customs Office indicated and that the information contained therein is accurate.
Varification of the authorities and accounts	does not meet the requirements as to authenticity and accuracy (see remarks appended).
Verification of the authenticity and accuracy of this certificate is requested.	
(Place and date) Stamp	(Place and date)
(Signature)	(Signature) (I) Insert X in the appropriate box,

#### NOTES

- 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 1.
- by the person who completed the certificate and endorsed by the customs authorities of the issuing country or territory.

  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.

  Goods must be described in accordance with commercial practice and with sufficient detail to enable them to be identified.

# APPLICATION FOR A MOVEMENT CERTIFICATE

 	1. Exporter (Name, full address, country)	- EUR. 1 No. A 000,000			
		See notes overleaf before completing this form			
	3. Consignee (Name, full address, country) (Optional)	Application for a certificate to be used in preferential trade between  and			
		(insert appropriate countries, groups of countries or territories)			
	6. Transport details	4. Country, group of countries or terring which product are considered as originating	tory countries or territor of destination		
	(Optional)	7. Remarks			
(1) If goods are not packed indicate number of articles or state "in bulk" as appropriste.	8. Item number; marks and and kind of packages(1);	I numbers; Number description of goods	9. Gross weight (kg) or other measure (litres, m², 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 inspection 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.
(Plan and Asta)
(Place and date)
(Signature)

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

### ANNEX VI

	F	ORM EUR. 2 No	1	Form used in pref between(1)	erential trade	
is on the other side.	Exporter (Name, full address, country)  4 Consignee (Name, full address, country)		3	Declaration by exporter I, the undersigned, exporter of the goods described below, declare that the goods comply with the requirements for the completion of this form and that the goods have obtained the status of origin- ating products within the provisions governing preferential trade shown in box 1.		
nstruction		-	5	Place and date		
y the i			6	Signature of expor	rter	
d carefull	7	Remarks(*)	8	Country of origin(3)	9 Country of destination(4)	
rm re				·	10 Gross weight (kg)	
Before completing this form read carefully the instructions on the other side.	11	11 Marks; Numbers of consignment; Description of goods:		[ country(4) i	12 Authority in the exporting country(*) responsible for verification of the declaration by the exporter	
Befo.						

(4) The term "country" means country, group of countries or territory of destination.

<sup>(1)</sup> Insert the countries, groups of countries or territories concerned,
(2) Refer to any verification already carried out by the appropriate authorities.
(3) The term "country of origin" means country, group of countries or territory where the goods are considered to be originating.

13 Request for verification  The verification of the declaration by the exporter on the front of this form is requested(*)	14 Result of verification  Verification carried out shows that(1)  the statements and particulars given in this form are accurate.
	this form does not meet the requirements as to accuracy and authenticity (see remarks appended).
(Place and date) Stamp	(Place and date) Stamp
(Signature)	(Signature)  (1) Insert X in the appropriate box.

(\*) Subsequent verifications of forms EUR. 2 shall be carried out at random or whenever the customs authorities of the importing State have reasonable doubt as to the accuracy of the information regarding the authenticity of the forms and the true origin of the goods in question.

#### Instructions for the completion of form EUR. 2

- 1. A form EUR. 2 may be made out only for goods which in the exporting country fulfil the conditions specified by the provisions governing the trade referred to in box 1. These provisions must be studied carefully before the form is completed.
- 2. In the case of a consignment by parcel post the exporter attaches the form to the dispatch note. In the case of a consignment by letter post he encloses the form in a package. The reference 'EUR. 2' and the serial number of the form should be stated on the customs green label declaration C1 or on the customs declaration C2/CP3, as appropriate.
- These instructions do not exempt the exporter from complying with any other formalities required by customs or postal regulations.
- 4. An exporter who uses this form is obliged to submit to the appropriate authorities any supporting evidence which they may require and to agree to any inspection by them of his accounts and of the processes of manufacture of the goods described in box 11 of this form.

# AGREEMENT BETWEEN

# THE MEMBER STATES OF THE EUROPEAN COAL AND STEEL COMMUNITY

#### AND

#### THE ARAB REPUBLIC OF EGYPT

The Kingdom of Belgium, The Kingdom of Denmark, The Federal Republic of Germany, The French Republic, Ireland, The Italian Republic, The Grand Duchy of Luxembourg, The Kingdom of the Netherlands and The United Kingdom of Great Britain and Northern Ireland, being Member States of the European Coal and Steel Community (hereinafter called "the Member States"), of the one part, and

The Arab Republic of Egypt, of the other part,

Whereas the European Economic Community and the Arab Republic of Egypt are concluding a Co-operation Agreement concerning the sectors covered by that Community,

Pursuing the same objectives and desiring to find like solutions for the sector covered by the European Coal and Steel Community,

Have decided, in pursuit of these objectives and considering that no provision of this Agreement may be interpreted as exempting the Contracting Parties from the obligations which are incumbent upon them under other international agreements,

To conclude this Agreement, and to this end have designated as their Plenipotentiaries:

The Kingdom of Belgium:

Renaat van Elslande.

Minister for Foreign Affairs;

The Kingdom of Denmark:

Jens Christensen,

Ambassador.

Permanent Under-Secretary;

The Federal Republic of Germany:

Hans-Dietrich Genscher,

Federal Minister for Foreign Affairs;

The French Republic:

Louis de Guiringaud,

Minister for Foreign Affairs;

Ireland:

Garret Fitzgerald,

Minister for Foreign Affairs;

The Italian Republic:

Arnaldo Forlani,

Minister for Foreign Affairs;

The Grand Duchy of Luxembourg:

Gaston Thorn,

President and Minister for Foreign Affairs of the Government of the Grand-Duchy of Luxembourg;

The Kingdom of the Netherlands:

Max van der Stoel.

Minister for Foreign Affairs of the Kingdom of the Netherlands;

The United Kingdom of Great Britain and Northern Ireland:

Anthony Crosland, M.P.,

Minister for Foreign and Commonwealth Affairs of the United Kingdom of Great Britain and Northern Ireland;

The Arab Republic of Egypt:

Zakareya Tawfik Abdel-Fattah,

Minister for External Trade of the Arab Republic of Egypt;

#### ARTICLE 1

This Agreement shall apply to the products covered by the European Coal and Steel Community which are specified in the Annex.

#### TITLE 1

#### Trade Co-operation

#### ARTICLE 2

The object of the Agreement is to promote trade between the Contracting Parties, taking account of their respective levels of development and of the need to ensure a better balance in their trade, with a view to increasing the rate of growth of Egypt's trade and improving the conditions of access for its products to the Community market.

#### ARTICLE 3

Customs duties and charges having equivalent effect on imports into the Community of products originating in Egypt covered by the European Coal and Steel Community shall be abolished in accordance with the following time-table:

Timetable	Rate of reduction
on the date of the entry into force of the Agreement	80%
from 1 July 1977	100%

#### ARTICLE 4

- 1. For each product, the basic duties to which the reductions provided for in Article 3 are to be applied shall be:
  - —for the Community as originally constituted: those duties actually applied in respect of Egypt on 1 January 1975;
  - —for Denmark, Ireland and the United Kingdom: those duties actually applied in respect of Egypt on 1 January 1972.
- 2. The reduced duties calculated in accordance with Article 3 shall be applied rounded to the first decimal place.

Subject to the application by the Community of Article 39(5) of the Act concerning the Conditions of Accession and the Adjustments to the Treaties of 22 January 1972 (4) as regards the specific duties or the specific part of the mixed duties in the Irish and United Kingdom Customs Tariffs, Article 3 shall be applied, with rounding to the fourth decimal place.

#### ARTICLE 5

- 1. The products originating in Egypt referred to in this Agreement may not enjoy more favourable treatment when imported into the Community than that applied by the Member States between themselves.
- 2. For the application of paragraph 1, account shall not be taken of the customs duties and charges having equivalent effect resulting from the application of Articles 32 and 36 of the Act concerning the Conditions of Accession and the Adjustments to the Treaties referred to in Article 4.

#### ARTICLE 6

Quantitative restrictions on imports into the Community and measures having an equivalent effect to quantitative restrictions on imports shall be abolished on the date of the entry into force of the Agreement.

#### ARTICLE 7

Articles 23 to 36 of the Co-operation Agreement signed this day shall apply mutatis mutandis to this Agreement.

#### ARTICLE 8

- 1. If the offers made by Egyptian undertakings are likely to be detrimental to the functioning of the Common Market and if any such detriment is attributable to a difference in the conditions of competition as regards prices, Member States may take appropriate measures under the conditions and in accordance with the procedures laid down in paragraph 2.
- 2. The Contracting Parties shall provide the Joint Committee with all relevant information and shall give it the assistance it requires in order to examine the case and, where necessary, to consider appropriate measures.

If Egypt fails to put an end to the practice objected to within the period fixed by the Joint Committee, or in the absence of agreement in the Joint Committee within one mouth of the date on which the matter is referred to it, the Member States may adopt the safeguard measures they consider necessary to avoid, or put an end to, any detriment to the functioning of the Common Market; in particular they may withdraw tariff concessions.

#### ARTICLE 9

The Agreement shall not modify the provisions of the Treaty establishing the European Coal and Steel Community(8) or the powers and jurisdiction deriving therefrom.

#### TITLE II

## General and Final Provisions

#### ARTICLE 10

1. A Joint Committee is hereby established, which shall be responsible for the administration of the Agreement and shall ensure its proper implementation. For this purpose, it shall make recommendations and take decisions in the cases provided for in the Agreement.

The decisions taken shall be binding on the Contracting Parties which, in accordance with their own rules, shall take such measures as are required to implement them.

- 2. For the purpose of the proper implementation of the Agreement, the Contracting Parties shall exchange information and, at the request of either Party, shall hold consultations within the Joint Committee.
  - 3. The Joint Committee shall adopt its rules of procedure.

#### ARTICLE 11

- 1. The Joint Committee shall be composed of representatives of the Community on the one hand and of representatives of Egypt on the other.
- 2. The Joint Committee shall act by mutual agreement between the Community and Egypt.

#### ARTICLE 12

١,

- 1. The office of Chairman of the Joint Committee shall be held alternately by each of the Contracting Parties, in accordance with detailed rules to be laid down in its rules of procedure.
- 2. The Chairman shall convene meetings of the Joint Committee at least once a year in order to review the general functioning of the Agreement.

<sup>(\*)</sup> Treaty Series No. 16 (1979), Cmnd. 7461.

The Joint Committee shall, in addition, meet whenever necessary, at the request of either Contracting Party, in accordance with the conditions to be laid down in its rules of procedure.

3. The Joint Committee may decide to set up any working party that can assist it in carrying out its duties.

#### ARTICLE 13

Articles 42 to 48 of the Co-operation Agreement shall apply mutatis mutandis to this Agreement.

#### ARTICLE 14

This Agreement shall apply, on the one hand, to the territories to which the Treaty establishing the European Coal and Steel Community applies under the conditions laid down in that Treaty and, on the other, to the territories of the Arab Republic of Egypt.

#### ARTICLE 15

This Agreement is drawn up in duplicate in the Danish, Dutch, English, French, German, Italian and Arabic languages, each of these texts being equally authentic.

#### ARTICLE 16

This Agreement shall be subject to ratification, acceptance or approval by the Contracting Parties in accordance with their own procedures. They shall notify each other when the procedures necessary to this end have been completed.

This Agreement shall enter into force(°) on the first day of the second month following the date on which the notifications provided for in the first paragraph have been carried out.

In witness whereof, the undersigned Plenipotentiaries have affixed their signatures below this Agreement.

Done at Brussels on the eighteenth day of January in the year one thousand nine hundred and seventy-seven.

[Here follow the signatures.]

<sup>(4)</sup> The Agreement entered into force on 1 January 1980.

# ANNEX

# List of products referred to in Article 1 of the Agreement

	<del></del>
Brussels Nomenclature heading No.	Description
26.01	Metallic ores and concentrates and roasted iron pyrites:  A. Iron ores and concentrates and roasted iron pyrites:  II. Other  B. Manganese ores and concentrates, including manganiferous iron ores and concentrates with a manganese content of 20% or more by weight
26.02	Slag, dross, scalings and similar waste from the manufacture of iron or steel:  A. Blast-furnace dust
27.01	Coal; briquettes, ovoids and similar solid fuels manufactured from coal
27.02	Lignite, whether or not agglomerated
27.04	Coke and semi-coke of coal, of lignite or of peat: A. Of coal: II. Other B. Of lignite
73.01	Pig iron, cast iron and spiegeleisen, in pigs, blocks, lumps and similar forms
73.02	Ferro-alloys: A. Ferro-manganese: I. Containing more than 2% by weight of carbon (high carbon ferro-manganese)
73.03	Waste and scrap metal of iron or steel
73.05	Iron or steel powders; sponge iron or steel:  B. Sponge iron or steel
73.06	Puddled bars and pilings; ingots, blocks, lumps and similar forms, of iron or steel
73.07	Blooms, billets, slabs and sheet bars (including tinplate bars), of iron or steel; pieces roughly shaped by forging, of iron or steel:  A. Blooms and billets:  I. Rolled  B. Slabs and sheet bars (including tinplate bars):  I. Rolled
73.08	Iron or steel coils for re-rolling
73.09	Universal plates of iron or steel
73.10	Bars and rods (including wire rod), of iron or steel, hot-rolled, forged, extruded, cold-formed or cold-finished (including precision-made); hollow mining drill steel:  A. Not further worked than hot-rolled or extruded  D. Clad or surface-worked (for example, polished, coated):  I. Not further worked than clad:  a) Hot-rolled or extruded

Brussels Nomenclature heading No.	Description
73.11	Angles, shapes and sections, of iron or steel, hot-rolled, forged, extruded, cold-formed or cold-finished; sheet piling of iron or steel, whether or not drilled, punched or made from assembled elements:  A. Angles, shapes and sections:  I. Not further worked than hot-rolled or extruded IV. Clad or surface-worked (for example, polished, coated):  a) Not further worked than clad:  1. Hot-rolled or extruded  B. Sheet piling
73.12	Hoop and strip, of iron or steel, hot-rolled or cold-rolled: A. Not further worked than hot-rolled B. Not further worked than cold-rolled: I. In coils for the manufacture of tinplate (a) C. Clad, coated or otherwise surface-treated: III. Tinned: a) Tinplate V. Other (for example, copper-plated, artificially oxidised, lacquered, nickel-plated, varnished, clad, parkerised, printed): a) Not further worked than clad: 1. Hot-rolled
73.13	Sheets and plates, of iron or steel, hot-rolled or cold-rolled:  A. "Electrical" sheets and plates  B. Other sheets and plates:  I. Not further worked than hot-rolled  II. Not further worked than cold-rolled, of a thickness of:  b) More than I mm but less than 3 mm.  c) I mm. or less  III. Not further worked than burnished, polished or glazed  IV. Clad, coated or otherwise surface-treated:  b) Tinned:  1. Tinplate 2. Other  c) Zinc-coated or lead-coated  d) Other (for example, copper-plated, artificially oxidised, lacquered, nickel-plated, varnished, clad, parkerised, printed)  V. Otherwise shaped or worked:  a) Cut into shapes other than rectangular shapes, but not further worked:  2. Other
73.15	Alloy steel and high carbon steel in the forms mentioned in headings Nos. 73.06 to 73.14:  A. High carbon steel:  I. Ingots, blooms, billets, slabs and sheet bars: b) Other  III. Coils for re-rolling IV. Universal plates V. Bars and rods (including wire rod) and hollow mining drill steel; angles, shapes and sections: b) Not further worked than hot-rolled or extruded d) Clad or surface-worked (for example, polished, coated): 1. Not further worked than clad: aa) Hot-rolled or extruded  VI. Hoop and strip: a) Not further worked than hot-rolled c) Clad, coated or otherwise surface-treated: 1. Not further worked than clad: aa) Hot-rolled

<sup>(</sup>a) Entry under this subheading is subject to conditions to be determined by the competent authorities.

VII. Sheets and plates:  a) Not further worked than hot-rolled b) Not further worked than cold-rolled, of a thickness of: 2. Less than 3 mm c) Polished, clad, coated or otherwise surface-treated d) Otherwise shaped or worked: 1. Cut into shapes other than rectangular shapes, but no further worked Altoy steel: 1. Ingots, blooms, billets, stabs and sheet bars: b) Other III. Coils for re-rolling IV. Universal plates V. Bars and rods (including wire rod) and hollow mining drill steel
angles, shapes and sections:  b) Not further worked than hot-rolled or extruded d) Clad or surface-worked (for example, polished, coated):  1. Not further worked than clad: aa) Hot-rolled or extruded  VI. Hoop and strip: a) Not further worked than hot-rolled c) Clad, coated or otherwise surface-treated: 1. Not further worked than clad: aa) Hot-rolled  VII. Sheets and plates: a) "Electrical" sheets and plates b) Other sheets and plates: 1. Not further worked than hot-rolled 2. Not further worked than cold-rolled, of a thickness of: bb) Less than 3 mm 3. Polished, clad, coated or otherwise surface-treated 4. Otherwise shaped or worked:
aa) Cut into shapes other than rectangular shapes, but not further worked  illway and tramway track construction material of iron or steel, the lowing: rails, check-rails, switch blades, crossings (or frogs), crossing ces, point rods, rack rails, sleepers, fish-plates, chairs, chair wedges the plates (base plates), rail clips, bedplates, ties and other materia
1