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EN

Acts whose titles are printed in light type are those relating to day-to-day management of agricultural matters, and are generally valid for a limited period.

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II

(Acts whose publication is not obligatory)

COUNCIL

COUNCIL DECISION

of 27 November 1997

concerning the conclusion of a Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia

(97/831/EC)

THE COUNCIL OF THE EUROPEAN UNION,

Article 3

Having regard to the Treaty establishing the European Community, and in particular Articles 113 and 235, in conjunction with the second sentence of Article 228 (2) and the second subparagraph of Article 228 (3) thereof,

Having regard to the proposal from the Commission⁽¹⁾,

Having regard to the assent of the European Parliament⁽²⁾,

Whereas the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia, signed by way of Exchange of Letters on 29 April 1997, should be approved;

Whereas the Treaty does not provide, for action by the Community in certain areas covered by the Agreement, powers other than those of Article 235 of the Treaty,

HAS DECIDED AS FOLLOWS:

Article 1

The Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia and the Declarations adopted by the Contracting Parties thereto are hereby approved on behalf of the Community.

The texts of the Agreement, a list of the Declarations and the Declarations are annexed to this Decision.

Article 2

The President of the Council shall, on behalf of the Community, give the notification provided for in the second paragraph of Article 49 of the Agreement.

The Presidency of the Council, when the Council so decides, and otherwise the Commission, assisted by representatives of the members of the Council, shall represent the Community in the Cooperation Council set up by Article 33 of the Agreement. The Council shall act by a simple majority of its members.

The position to be taken by the Community within the Cooperation Council shall be adopted by the Council acting by a qualified majority on a proposal from the Commission. The Council shall act unanimously when the position covers a field for which unanimity is required for the adoption of internal Community rules and by simple majority when the decision which the Cooperation Council proposes to take relates to the latter's rules of procedure.

Decisions taken by the Cooperation Council shall be published in the *Official Journal of the European Communities*.

Article 4

This Decision shall be published in the *Official Journal of the European Communities*.

It shall take effect on the day of its publication.

Done at Brussels, 27 November 1997.

For the Council

The President

M. FISCHBACH

⁽¹⁾ OJ C 79, 12. 3. 1997, p. 1.

⁽²⁾ OJ C 325, 27. 10. 1997.

COOPERATION AGREEMENT

between the European Community and the former Yugoslav Republic of Macedonia

THE EUROPEAN COMMUNITY,

hereinafter referred as 'the Community',

of the one part, and

THE FORMER YUGOSLAV REPUBLIC OF MACEDONIA,

of the other part,

RESOLVED to strengthen economic cooperation between the Community and the former Yugoslav Republic of Macedonia;

RESOLVED to promote the development and diversification of economic, financial and trade cooperation in order to foster a better balance and an improvement in the structure of their trade and expand its volume and to improve the welfare of their populations;

RESOLVED to provide a sounder basis for cooperation in conformity with their international obligations;

RESOLVED to contribute to regional stability and to open and cooperative relations among countries of South-Eastern Europe, taking into consideration the specific situation of the former Yugoslav Republic of Macedonia;

CONSCIOUS that the Interim Accord of 13 September 1995 contributes to regional stability and favours cooperative relations between Greece and the former Yugoslav Republic of Macedonia;

AWARE that the former Yugoslav Republic of Macedonia has taken the initiative leading to UN General Assembly Resolution No 48/84B of 16 December 1993 on the development of good neighbourly relations among Balkan States;

CONSCIOUS of the need to bring about harmonious economic and trade relations between the Community and the former Yugoslav Republic of Macedonia;

AWARE of the importance of giving full effect to all the provisions and principles of the Organization on Security and Cooperation in Europe (OSCE) process, and in particular those set out in the Helsinki Final Act, the concluding documents of the Madrid, Vienna and Copenhagen meetings and the Charter of Paris for a New Europe, particularly with regard to the rule of law, democracy and human rights, as well as those of the Bonn Conference on Economic Cooperation;

CONSCIOUS that the respect for democratic principles and basic human rights, as proclaimed in the Universal Declaration of Human Rights, underpins the internal and international policies of the Community and of the former Yugoslav Republic of Macedonia and constitutes an essential element of this Agreement;

CONSCIOUS that the same applies to the principles of a market economy as reflected in the document of the Bonn Conference on Economic Cooperation;

RECOGNIZING the importance of social development which should go hand in hand with any economic development;

RECOGNIZING the importance of guaranteeing the rights of ethnic and national groups and minorities, in accordance with the undertakings made within the Organization on Security and Cooperation in Europe (OSCE);

AWARE of the importance of strengthening the democratic institutions and of supporting the process of economic reform in the former Yugoslav Republic of Macedonia, bearing in mind the overall situation in the region and the particular economic difficulties of the former Yugoslav Republic of Macedonia;

DESIROUS of establishing regular political dialogue on bilateral and international issues of mutual interest with particular emphasis on the creation of conditions facilitating the progressive rapprochement of the former Yugoslav Republic of Macedonia with the Community and favourable to cooperation and good-neighbourly relations in the region;

CONSCIOUS that the readiness of the former Yugoslav Republic of Macedonia to enter into such cooperation and relations with the other countries in the region constitutes an important factor in the development of the relations and cooperation between the Community and the former Yugoslav Republic of Macedonia;

CONSCIOUS that this Agreement constitutes a first step of contractual relations between the Community and the former Yugoslav Republic of Macedonia and that the Contracting Parties desire to strengthen their contractual relations as soon as possible, taking full account of the aspirations of the former Yugoslav Republic of Macedonia for an advanced relationship with the European Union,

HAVE DECIDED to conclude this Agreement and to this end have designated as their Plenipotentiaries:

THE EUROPEAN COMMUNITY:

THE FORMER YUGOSLAV REPUBLIC OF MACEDONIA:

WHO, having exchanged their full powers, found in good and due form,

HAVE AGREED AS FOLLOWS:

Article 1

The objective of this Agreement between the Community and the former Yugoslav Republic of Macedonia is to promote comprehensive cooperation between the Contracting Parties with a view to contributing to the economic development of the former Yugoslav Republic of Macedonia, in particular to the development of a market economy, and to deepening relations between the Contracting Parties. The Community's cooperation with and assistance to the former Yugoslav Republic of Macedonia shall also contribute to good neighbourly relations and the development of regional cooperation and trade. To these ends, provisions and measures will be adopted and implemented in the fields of economic, technical and financial cooperation and trade.

The readiness of the former Yugoslav Republic of Macedonia to enter into cooperative and good neighbourly relations with the other countries of the region including the promotion of economic cooperation and trade constitutes an important factor in the

development of the relations and cooperation between the Community and the former Yugoslav Republic of Macedonia as foreseen in this Agreement.

Respect for the democratic principles and human Rights established by the Universal Declaration of Human rights, the Helsinki Final Act and the Charter of Paris for a New Europe underpins the internal and international policies of the Community and of the former Yugoslav Republic of Macedonia, and constitutes an essential element of this Agreement.

The same applies to the principles of a market economy as reflected in the document of the Bonn Conference on Economic Cooperation.

The Contracting Parties acknowledge the importance of social development which should go hand in hand with any economic development. In this context the Contracting Parties give particular priority to the respect for basic social rights.

TITLE I

ECONOMIC, TECHNICAL AND FINANCIAL
COOPERATION*Article 2*

The Community and the former Yugoslav Republic of Macedonia shall cooperate with the aim of contributing to the development of the former Yugoslav Republic of Macedonia by efforts complementary to those made by the former Yugoslav Republic of Macedonia itself and of strengthening existing economic links between the former Yugoslav Republic of Macedonia and the Community on as broad a basis as possible, for the mutual benefit of the Contracting Parties. Particular weight shall be attached to activities and cooperation of interregional or trans-European interest.

Article 3

In order to achieve the cooperation referred to in Article 2, account shall be taken, in particular, of the development objectives and priorities of the former Yugoslav Republic of Macedonia.

Article 4

1. The purpose of cooperation between the Community and the former Yugoslav Republic of Macedonia in the field of industry shall be to promote in particular:

- Community involvement in the efforts made by the former Yugoslav Republic of Macedonia to modernize and restructure its industry with a view to facilitating the transition to a market economy and to foster economic cooperation with the other countries in the region,
- market surveys and trade promotion by both Contracting Parties on their respective markets and on the markets of third countries,
- the transfer and development of technology and know-how in the former Yugoslav Republic of Macedonia,
- fostering of cooperation in long-term production between economic operators of the Contracting Parties in order to establish more stable and balanced links between their respective economies,
- efforts to find appropriate ways and means of removing any barriers to trade on both sides which are likely to impede access to either market,
- the putting up for tender of goods and services contracts,

- the organization of contacts and meetings between industrial policy-makers, promoters and economic operators in order to encourage the establishment of new relations in the field of industry, in accordance with the objectives of this Agreement,
- the exchange of available information on short- and medium-term prospects and forecasts for production, consumption and trade.

2. The Contracting Parties shall encourage the development and strengthening of craft industries and small and medium-sized enterprises (SMEs) and their organizations in the former Yugoslav Republic of Macedonia, as well as cooperation between craft industries and SMEs in the Community and the former Yugoslav Republic of Macedonia.

To this end they shall encourage the exchange of information and the transfer of technology, as well as cooperation between enterprises, in particular by establishing appropriate links with Community operators (such as BRE, BC-Net, Euro Info Centre network, etc.) and by organizing direct business contacts between enterprises (such as Interprise events and/or participation at Europartenariats).

3. In line with the principles of a market economy and of the Energy Charter Treaty, the aim of cooperation in the field of energy between the Community and the former Yugoslav Republic of Macedonia shall be to encourage in particular the facilitation of energy transit, the consideration of the possibility of the interconnection of energy networks and the participation of the Contracting Parties' economic operators in research, production and processing programmes in connection with the energy resources of the former Yugoslav Republic of Macedonia and any other projects of mutual interest.

4. The Contracting Parties shall cooperate with a view to promoting the development of standards in mining and modernizing existing facilities.

Article 5

The Contracting Parties shall cooperate in the field of research and technological development in accordance with the existing instruments.

Article 6

1. The main aims of cooperation in agriculture between the Community and the former Yugoslav Republic of Macedonia shall be:

- to encourage scientific and technical cooperation on projects of mutual interest, including projects in third countries,

— in particular, to promote mutually advantageous investment projects and in that connection encourage efforts to achieve complementarity.

2. To this end the Community and the former Yugoslav Republic of Macedonia shall:

- step up the exchange of information on their agricultural policy guidelines, including short- and medium-term production, consumption and trade forecasts,
- facilitate and encourage the study of practical schemes for cooperation in the mutual interest of both Contracting Parties,
- encourage the improvement and broadening of contacts between economic operators.

Article 7

1. In the field of transport, the Community and the former Yugoslav Republic of Macedonia shall examine the scope:

- for improving and developing international transport services including combined transport, notably in order to achieve complementarity taking into account the regional context, and
- for implementing specific schemes of mutual interest in this field.

2. Cooperation shall also aim to encourage the improvement and development of infrastructure, to the mutual benefit of the Contracting Parties.

To this end the Community and the former Yugoslav Republic of Macedonia shall exchange information on projects of mutual interest to build trunk roads, and encourage cooperation in their execution.

3. In addition, the Community and the former Yugoslav Republic of Macedonia shall hold exchanges of views and information on the development of their respective transport policies.

Article 8

The Community and the former Yugoslav Republic of Macedonia shall encourage exchanges of information on tourism and participation in joint studies on possible ways of developing this sector in a balanced and sustainable manner, and shall promote contacts between their competent bodies and tourist trade associations, with a view to increasing tourist flows.

Article 9

With the aim of improving health, the quality and circumstances of life, the environment and living

conditions of both Contracting Parties, pooling technical know-how on environmental matters and encouraging cooperation on environmental problems, the Community and the former Yugoslav Republic of Macedonia shall exchange information on developments in their respective policies with particular emphasis on sustainable development and shall encourage the joint implementation of specific schemes.

Article 10

1. In the context of financial cooperation, the Community and the former Yugoslav Republic of Macedonia shall exchange information on and undertake joint analyses of their medium-term economic policies, balance-of-payments trends and the policies which determine them, and capital market trends in European centres, with the aim of promoting the activities of economic operators.

They shall exchange information in the Cooperation Council set up in Article 33 on general conditions which may influence capital flows earmarked for financing investment projects in various sectors of mutual interest.

2. The Contracting Parties agree on the necessity of making every effort and cooperating in order to prevent the use of their financial systems for laundering of proceeds from criminal activities in general and drug offences in particular.

3. The Community shall participate in the financing of capital projects of mutual interest which take account of the objectives of this Agreement, under the conditions laid down in Protocol 3.

4. Financial assistance will be made available under the PHARE programme in accordance with Council Regulation (EEC) No 3906/89, as amended, on a multiannual indicative basis including projects promoting regional and other forms of cooperation.

Article 11

1. Within the limits of their powers, the Contracting Parties shall make efforts to encourage and promote cooperation in the following fields:

- establishment and supply of services, including financial services,
- payment and movement of capital,
- information,
- development of human resources, education and training, social affairs and public health,

- statistics and customs,
- telecommunications,
- standardization and certification,
- investment promotion and protection,
- public procurement.

2. The former Yugoslav Republic of Macedonia shall endeavour to ensure that its legislation would be gradually made compatible with that of the Community. The Community shall provide appropriate technical assistance for this purpose.

3. The administrative authorities of the Contracting Parties shall assist each other in the customs field, in accordance with the provisions of Protocol 2.

Article 12

1. The Cooperation Council shall periodically define the general guidelines of cooperation for the purpose of attaining the aims set out in this Agreement.

2. The Cooperation Council shall be responsible for seeking ways and means of establishing cooperation in the areas defined by this Agreement.

TITLE II

TRADE

Article 13

1. 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 improving the conditions for access for products of the former Yugoslav Republic of Macedonia to the Community market.

2. The Community shall provide technical assistance for the envisaged accession of the former Yugoslav Republic of Macedonia to the World Trade Organization (WTO).

Article 14

Subject to the special provisions laid down or envisaged in respect of certain products in this Title and in Protocol 2, products originating in the former Yugoslav Republic of Macedonia other than those listed in Annex II to the Treaty establishing the European

Community and in Annex A to this Agreement shall be imported into the Community free of quantitative restrictions and measures having equivalent effect, and of customs duties and charges having equivalent effect.

Article 15

1. Imports into the Community of the products originating in the former Yugoslav Republic of Macedonia listed in Annex C shall be subject to annual ceilings, the ceilings fixed for the year of entry into force of this Agreement being indicated against each product.

2. Imports into the Community of the products listed in Annexes D and E shall be subject to annual tariff quotas, ceilings or reference quantities, the quotas, ceilings and reference quantities fixed for the year of entry into force of this Agreement being indicated against each product.

3. Once a ceiling set for imports of a product is reached, the customs duties generally applied in respect of third countries may be reintroduced in respect of imports of the product in question until the end of the calendar year.

4. Once a tariff quota set for imports of a product is reached, the customs duties generally applied in respect of third countries will be reintroduced in respect of imports of the product in question until the end of the calendar year.

5. Once imports of a product subject to reference quantity exceeded that reference quantity, a decision may be taken by the Community in accordance with the appropriate Community procedure to make it subject to a ceiling equal to the reference quantity, having regard to the Community annual balance of trade in the product.

6. If, during two consecutive years, imports of a product listed in Annex C have been less than 80 % of the amount laid down, the Community may suspend the ceiling in question.

7. As from the second year following the entry into force of the Agreement, the amounts of the ceilings given in Annex C shall be increased annually by 5 % except that the Community may extend for a period of one year the ceiling or ceilings set for the preceding year.

8. Additional trade arrangements for certain iron and steel products are laid down in Protocol 1.

9. Pending the conclusion of a separate agreement setting out specific trade arrangements, the regime applicable to trade in textile products (Chapters 50 to 63 of the combined nomenclature) shall be the one defined by Council Regulation (EC) No 517/94.

10. The trade arrangements to apply to wine products will be defined in a separate wine and spirit agreement.

Article 16

Imports into the Community of the products listed in Annex B shall be subject to the tariff arrangements and rules indicated for each of them in that Annex.

Article 17

1. For certain products which it considers to be sensitive, the Community reserves the right to call upon the Cooperation Council to determine such special conditions for access to its market as may prove necessary.

The Cooperation Council shall determine the conditions in question within a period not exceeding three months from the date of notification. Failing a decision by the Cooperation Council within that period, the Community may take the necessary measures. However, such measures shall be of the same kind as those provided for in Article 15.

2. For the purposes of implementing paragraph 1, the Contracting Parties shall hold periodic exchanges of information in the Cooperation Council before determining, if appropriate, special conditions for access by the products concerned to the markets of each of the Contracting Parties. The Contracting Parties shall notably exchange information on trade flows and medium- and long-term production and export forecasts.

3. The Cooperation Council shall examine periodically the measures taken under paragraph 1 to ascertain whether they are compatible with the objectives of this Agreement.

Article 18

The products referred to in this Agreement originating in the former Yugoslav Republic of Macedonia may not be given more favourable treatment when imported into the Community than that given by the Member States among themselves.

Article 19

1. In the field of trade, the former Yugoslav Republic of Macedonia shall grant the Community treatment no less favourable than most-favoured-nation treatment. However, in order to promote regional exchanges the former Yugoslav Republic of Macedonia will be entitled during a transitional period expiring five years after the

entry into force of this Agreement to grant preferential treatment to imports originating in other States which emerged from former Yugoslavia or in other adjacent countries. The Cooperation Council may decide a prolongation of this period.

2. Without prejudice to Article 20 (2), the former Yugoslav Republic of Macedonia will refrain, as from this Agreement's entry into force, from imposing on exports to the Community new customs duties and charges having equivalent effect or new quantitative restrictions and measures having equivalent effect.

Article 20

1. The Contracting Parties shall inform each other when this Agreement is signed of the provisions relating to the trade arrangements they apply.

2. Subject to Article 19 (1), the former Yugoslav Republic of Macedonia shall be entitled to introduce into its trade arrangements with the Community new customs duties and charges having equivalent effect or new quantitative restrictions and measures having equivalent effect, and to increase the duties and charges or the quantitative restrictions and measures having equivalent effect applied to products originating in or intended for the Community, insofar as such measures are necessitated by the needs of the former Yugoslav Republic of Macedonia for infant industries and restructuring. In accordance with the objectives of this Agreement, the measures selected by the former Yugoslav Republic of Macedonia shall be those which least harm the trade and economic interests of the Community.

3. The former Yugoslav Republic of Macedonia shall inform the Community of the envisaged measures so that appropriate discussions may be held on them prior to their introduction.

4. The Cooperation Council shall examine periodically the measures taken by the former Yugoslav Republic of Macedonia under paragraph 2.

Article 21

The concept of originating products for the purposes of implementing Title II and the methods of administrative cooperation relating thereto are laid down in Protocol 2.

Article 22

In the event of modifications to the nomenclature of the customs tariffs of the Contracting Parties affecting products referred to in this Agreement, the Cooperation

Council may adapt the tariff nomenclature of these products to conform with such modifications, provided the real advantages resulting from this Agreement are maintained.

Article 23

The Contracting Parties shall refrain from any internal tax 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 indirect taxation in excess of the amount of indirect taxation imposed upon them.

Article 24

The Contracting Parties undertake to authorize in freely convertible currency, any payments on the current account balance of payments between residents of the Community and of the former Yugoslav Republic of Macedonia connected with the movements of goods made in accordance with the provisions of this Agreement.

Article 25

The former Yugoslav Republic of Macedonia shall take measures guaranteeing effective and appropriate protection of intellectual, industrial and commercial property, including effective means for enforcing such rights, at a level similar to that which exists in the Community, and shall accede to international conventions on intellectual, industrial and commercial property.

Article 26

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 health and life of humans, animals or plants; the protection of national treasures possessing artistic, historic or archaeological value; the protection of intellectual, industrial and commercial property. Such prohibitions or restrictions must not, however, constitute a means of arbitrary discrimination or a disguised restriction on trade between the Contracting Parties.

Article 27

1. If one of the Contracting Parties finds that dumping is taking place in trade with the other Contracting Party, it may, pursuant to Article VI of the General Agreement on Tariffs and Trade (GATT 1994) and the Agreement

on implementation of Article VI of GATT 1994, take appropriate measures against this practice in accordance with the procedures laid down in Article 30.

2. In the event of measures being taken against subsidies, the Contracting Parties undertake to observe the provisions of the Agreement on subsidies and countervailing duties annexed to the WTO Agreement.

Article 28

Where any product is being imported into the territory of one of the Contracting Parties in such increased quantities or under such conditions as to cause or threaten to cause injury to domestic producers of like or directly competitive products, the Contracting Party concerned may take the necessary safeguard measures under the conditions and in accordance with the procedures laid down in Article 30.

Article 29

In the event of a Contracting Party subjecting imports of products liable to give rise to the difficulties referred to in Article 28 to an administrative procedure aimed at providing rapid information on the trend of trade flows, it shall inform the other Contracting Party.

Article 30

1. With regard to Article 27 (1), the Cooperation Council must be informed of a case of dumping as soon as the authorities of the importing Contracting Party have started the investigation. If the dumping has not ceased or if no other satisfactory solution has been found within 30 days following notification of the matter to the Cooperation Council, the importing Contracting Party may adopt appropriate measures.

2. In the cases specified in Article 28, before taking the measures provided for therein or, in cases to which paragraph 3 applies, as soon as possible, the Contracting Party in question shall supply the Cooperation 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. Consultations shall take place in the Cooperation Council before the Contracting Party concerned takes the appropriate measures, should the other Contracting Party so request.

3. Where exceptional circumstances require immediate action making prior examination impossible, the Contracting Party concerned may, in the situations specified in Articles 27 and 28, apply forthwith such precautionary measures as are strictly necessary to remedy the situation.

4. 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 safeguard measures shall be notified immediately to the Cooperation Council, which shall hold periodic consultations on them, particularly with a view to their abolition as soon as circumstances permit.

Article 31

In the event of a sudden and very substantial worsening of a trade imbalance which is liable to jeopardize the smooth functioning of this Agreement, the Contracting Parties shall hold special consultations within the Cooperation Council to examine the difficulties that have arisen with a view to keeping this Agreement functioning as normally as possible.

Article 32

Where one or more Member States of the Community or the former Yugoslav Republic of Macedonia 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 this Agreement. They shall be notified immediately to the other Contracting Party and shall be the subject of periodic consultations within the Cooperation Council, particularly with a view to their abolition as soon as circumstances permit.

TITLE III

GENERAL AND FINAL PROVISIONS

Article 33

1. A Cooperation Council is hereby established. It shall have the power, for the purpose of attaining the objectives set out in this Agreement, to take decisions in the cases provided for in this Agreement.

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

2. The Cooperation 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 this Agreement.

3. The Cooperation Council shall adopt its own rules of procedure.

Article 34

1. The Cooperation Council shall be composed of representatives of the Community, on the one hand, and of representatives of the former Yugoslav Republic of Macedonia, on the other.

The European Investment Bank shall participate in the work of the Cooperation Council where matters falling within its competence arise.

2. Members of the Cooperation Council may be represented as laid down in its rules of procedure.

3. The Cooperation Council shall act by mutual agreement between the Community, on the one hand, and the former Yugoslav Republic of Macedonia, on the other.

Article 35

1. The office of Chairman of the Cooperation Council shall be held alternately by each of the Contracting Parties in accordance with the conditions to be laid down in the rules of procedure.

2. Meetings of the Cooperation Council shall be called once a year by its Chairman.

The Cooperation Council shall hold whatever additional meetings may be necessary, at the request of either Contracting Party, as laid down in its rules of procedure.

Article 36

1. The Cooperation Council may decide to set up working parties that can assist in carrying out its duties.

2. In its rules of procedure, the Cooperation Council shall determine the composition and duties of such working parties and how they shall function.

Article 37

Where, in the course of the exchanges of information provided for in this Agreement, problems arise or seem likely to arise in the general functioning of this Agreement, particularly in the field of trade, consultations shall take place between the Contracting Parties in the Cooperation Council with a view to avoiding market disturbances as far as possible.

Article 38

Either Contracting Party shall provide, if so requested by the other Contracting Party, all relevant information on any agreements it concludes containing 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 specific impact on the functioning of this Agreement, appropriate consultations shall be held within the Cooperation Council at the request of the other Contracting Party so that the interests of the Contracting Parties may be taken into consideration.

Article 39

When the Community concludes an association or cooperation agreement having a direct and specific impact on the functioning of this Agreement, appropriate consultations shall be held within the Cooperation Council so that the Community may take into consideration the interests of the Contracting Parties as defined by this Agreement.

In the event of a third country acceding to the Community, appropriate consultations shall be held within the Cooperation Council so that the interests of the Contracting Parties as defined by this Agreement may be taken into consideration.

Article 40

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

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

3. In the selection of measures, priority shall be given to those which least disturb the functioning of this Agreement. These measures shall be notified immediately to the Cooperation Council, and consultations shall be held on them within it, if the other Contracting Party so requests.

Article 41

1. Any dispute which arises between the Contracting Parties concerning the interpretation of this Agreement may be placed before the Cooperation Council.

2. If the Cooperation Council fails to settle the dispute at its next meeting, either Contracting Party may notify the other of the appointment of an arbitrator; the other Party must then appoint a second arbitrator within two months.

The Cooperation Council shall appoint a third arbitrator.

The decisions of the arbitrators shall be taken by majority vote.

Each Party to the dispute must take the measures required for the implementation of the arbitrators' decision.

Article 42

In the fields covered by this Agreement:

- the arrangements applied by the former Yugoslav Republic of Macedonia in respect of the Community shall not give rise to any discrimination between the Member States and their nationals, whether natural or legal persons,
- the arrangements applied by the Community in respect of the former Yugoslav Republic of Macedonia shall not give rise to any discrimination between its nationals, whether natural or legal persons.

Article 43

Annexes A, B, C, D, and E and Protocols 1, 2 and 3 shall form an integral part of this Agreement.

Article 44

This Agreement is concluded for an unlimited period.

Either Contracting Party may denounce this Agreement by notifying the other Contracting Party.

This Agreement shall cease to apply six months after the date of such notification.

Article 45

The Contracting Parties shall examine, in due course, when conditions are met, the possibility of strengthening their contractual relations, bearing in mind the aspiration of the former Yugoslav Republic of Macedonia for an advanced relationship towards an association with the European Community.

Article 46

This Agreement shall apply, on the one hand, to the territories in which the Treaty establishing the European Community is applied and under the conditions laid down in that Treaty and, on the other hand, to the territory of the former Yugoslav Republic of Macedonia.

Article 47

This Agreement is drawn up in duplicate in each of the official languages of the Contracting Parties, each of these texts being equally authentic.

Article 48

The Secretary-General of the Council of the European Union shall be the depositary of this Agreement.

Article 49

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

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

ANNEX A

concerning the products referred to in Article 14

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

CN code	Description
0509 00	Natural sponges of animal origin:
0509 00 90	— Other than raw
1302	Vegetable saps and extracts; pectic substances, pectinates and pectates; agar-agar and other mucilages and thickeners, whether or not modified, derived from vegetable products:
	— Vegetable saps and extracts:
1302 13 00	— — Of hops
1302 20	— Pectic substances, pectinates and pectates:
ex 1302 20 10	— — Dry:
	— — — Pectic substances and pectinates
ex 1302 20 90	— — Other:
	— — — Pectic substances and pectinates
	— Mucilages and thickeners, whether or not modified, derived from vegetable products:
1302 31 00	— — Agar-agar
1302 32	— — Mucilages and thickeners, whether or not modified, derived from locust beans, locust bean seeds or guar seeds:
1302 32 10	— — — Of locust beans or locust bean seeds
1505	Wool grease and fatty substances derived therefrom (including lanolin)
1515	Other fixed vegetable fats and oils (including jojoba oil) and their fractions, whether or not refined, but not chemically modified:
1515 60	— Jojoba oil and its fractions:
1515 60 90	— — Other
1518 00	Animal or vegetable fats and oils and their fractions, boiled, oxidized, dehydrated, sulphurized, blown, polymerized by heat in vacuum or in inert gas or otherwise chemically modified, excluding those of heading No 1516; inedible mixtures or preparations of animal or vegetable fats or oils or of fractions of different fats or oils of this chapter, not elsewhere specified or included:
	— Other:
1518 00 91	— — Animal or vegetable fats and oils and their fractions, boiled, oxidized, dehydrated, sulphurized, blown, polymerized by heat in vacuum or in inert gas or otherwise chemically modified, excluding those of heading No 1516

CN code	Description
1518 00 95	— — Other:
1518 00 99	— — — Inedible mixtures or preparations of animal or of animal and vegetable fats and oils and their fractions
	— — — Other
1520 00 00	Glycerol, crude; glycerol waters and glycerol lyes
1521	Vegetable waxes (other than triglycerides), beeswax, other insect waxes and spermaceti, whether or not refined or coloured:
1521 10	— Vegetable waxes:
1521 10 90	— — Other
1521 90	— Other:
	— — Beeswax and other insect waxes, whether or not refined or coloured:
1521 90 99	— — — Other than raw
1702	Other sugars, including chemically pure lactose, maltose, glucose and fructose, in solid form; sugar syrups not containing added flavouring or colouring matter; artificial honey, whether or not mixed with natural honey; caramel:
	— Lactose and lactose syrup:
1702 11 00	— — Containing by weight 99 % or more lactose, expressed as anhydrous lactose, calculated on the dry matter
1702 30	— Glucose and glucose syrup, not containing fructose or containing in the dry state less than 20 % by weight of fructose:
	— — Other:
1702 30 51 and 59	— — — Containing in the dry state, 99 % or more by weight of glucose
1803	Cocoa paste, whether or not defatted
1804 00 00	Cocoa butter, fat and oil
1805 00 00	Cocoa powder, not containing added sugar or other sweetening matter
1901	Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa or containing less than 40 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included; food preparations of goods of heading Nos 0401 to 0404, not containing cocoa or containing less than 5 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included:
ex 1901 10 00	— Preparations for infant use, put up for retail sale:
	— — Excluding those containing cocoa and prepared milk in powder form
1901 20 00	— Mixes and doughs for the preparation of bakers' wares of heading No 1905

CN code	Description
1901 90	— Other:
1901 90 11 and 19	— — Malt extract
ex 1901 90 91 and 99	— — Other:
	— — — Excluding those containing cocoa and prepared milk in powder form for dietetic or culinary purposes
1902	Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared:
	— Uncooked pasta, not stuffed or otherwise prepared:
1902 11 00	— — Containing eggs
1902 19	— — Other
1902 40	— Couscous:
1902 40 10	— — Unprepared
1903 00 00	Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or similar forms
1905	Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products
2008	Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included:
	— Nuts, ground-nuts and other seeds, whether or not mixed together:
2008 11	— — Ground nuts:
2008 11 10	— — — Peanut butter
	— Other, including mixtures other than those of subheading 2008 19:
2008 99	— — Other:
ex 2008 99 99	— — — — — Other:
	— — — — — Vine leaves, hop shoots and similar edible parts of plants
2101	Extracts, essences and concentrates, of coffee, tea or maté and preparations with a basis of these products or with a basis of coffee, tea or maté; roasted chicory and other roasted coffee substitutes, and extracts, essences and concentrates thereof:
	— Extracts, essences and concentrates of coffee, and preparations with a basis of these extracts, essences or concentrates or with a basis of coffee:
2101 11	— — Extracts, essences and concentrates
2101 12	— — Preparations with a basis of these extracts, essences or concentrates or with a basis of coffee:

CN code	Description
2101 12 92	— — — Preparations with a basis of these extracts, essences or concentrates of coffee
2101 20	— Extracts, essences and concentrates, of tea or maté, and preparations with a basis of these extracts, essences or concentrates, or with a basis of tea or maté:
2101 20 20	— — Extracts, essences or concentrates
	— — Preparations:
2101 20 92	— — — With a basis of extracts, essences or concentrates of tea or maté
2101 30	— Roasted chicory and other roasted coffee substitutes, and extracts, essences and concentrates thereof
2102	Yeasts (active or inactive); other single-cell micro-organisms, dead (but not including vaccines of heading No 3002); prepared baking powders:
2102 20	— Inactive yeasts; other single-cell micro-organisms, dead:
2102 20 11 and 19	— — Inactive yeasts
2102 30 00	— Prepared baking powders
2103	Sauces and preparations therefor; mixed condiments and mixed seasonings; mustard flour and meal and prepared mustard
2104	Soups and broths and preparations therefor; homogenized composite food preparations
2106	Food preparations not elsewhere specified or included:
2106 10	— Protein concentrates and textured protein substances:
2106 10 20	— — Containing no milk fats, sucrose, isoglucose, glucose or starch or containing less than 1,5 % milk fat, 5 % sucrose or isoglucose, 5 % glucose or starch
2106 90	— Other:
2106 90 20	— — Compound alcoholic preparations, other than those based on odoriferous substances, of a kind used for the manufacture of beverages
2106 90 30 to 59	— — Flavoured or coloured sugar syrups
	— — Other:
ex 2106 90 92	— — — Containing no milk fats, sucrose, isoglucose, glucose or starch or containing less than 1,5 % milk fat, 5 % sucrose or isoglucose, 5 % glucose or starch:
	— — — — Excluding hydrolysates of proteins and autolysates of yeast
2202	Waters including mineral waters and aerated waters, containing added sugar or other sweetening matter of flavoured, and other non-alcoholic beverages, not including fruit or vegetable juices of heading No 2009

CN code	Description
2203 00	Beer made from malt
2205	Vermouth and other wine of fresh grapes flavoured with plants or aromatic substances
2207	Undenatured ethyl alcohol of an alcoholic strength by volume of 80 % vol or higher; ethyl alcohol and other spirits, denatured, of any strength
2208	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 % vol; spirits, liqueurs and other spirituous beverages
2209 00	Vinegar and substitutes for vinegar obtained from acetic acid
2402	Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes
2403	Other manufactured tobacco and manufactured tobacco substitutes; 'homogenized' or 'reconstituted' tobacco; tobacco extracts and essences
2905	Acyclic alcohols and their halogenated, sulphonated, nitrated or nitrosated derivatives:
	— Other polyhydric alcohols:
2905 43 00	— — Mannitol
2905 44	— — D-glucitol (sorbitol)
2905 45 00	— — Glycerol
3302	Mixtures of odoriferous substances and mixtures (including alcoholic solutions) with a basis of one or more of these substances, of a kind used as raw materials in industry; other preparations based on odoriferous substances, of a kind used for the manufacture of beverages:
3302 10	— Of a kind used in the food or drink industries:
	— — Of a kind used in the drink industries:
	— — — Preparations containing all flavouring agents characterizing a beverage:
3302 10 10	— — — — Of an actual alcoholic strength by volume exceeding 0,5 %
3501	Casein, caseinates and other casein derivatives; casein glues:
3501 10	— Casein
3501 90	— Other:
3501 90 90	— — Other

CN code	Description
3502	Albumins (including concentrates of two or more whey proteins, containing by weight more than 80 % whey proteins, calculated on the dry matter), albuminates and other albumin derivatives:
3502 11 90 and 19 90	– Egg albumin, other than unfit, or to be rendered unfit, for human consumption
3502 20	– Milk albumin, including concentrates of two or more whey proteins:
3502 20 91 and 99	– – Other than unfit, or to be rendered unfit, for human consumption
3505	Dextrins and other modified starches (for example, pregelatinized or esterified starches); glues based on starches, or on dextrins or other modified starches:
3505 10	– Dextrins and other modified starches:
3505 10 10	– – Dextrins
	– – Other modified starches:
3505 10 90	– – – Other
3505 20	– Glues
3809	Finishing agents, dye carriers to accelerate the dyeing or fixing of dyestuffs and other products and preparations (for example, dressings and mordants), of a kind used in the textile, paper, leather or like industries, not elsewhere specified or included:
3809 10	– With a basis of amylaceous substances
3824	Prepared binders for foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included:
3824 60	– Sorbitol other than that of subheading 2905 44

ANNEX B

concerning the tariff arrangements and rules applicable to certain goods resulting from the processing of agricultural products referred to in Article 16

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

CN code	Description	Rate of duty ⁽¹⁾
0403	Buttermilk, curdled milk and cream, yoghurt, kephir and other fermented or acidified milk and cream, whether or not concentrated or containing added sugar or other sweetening matter or flavoured or containing added fruit, nuts or cocoa:	
0403 10	— Yoghurt:	
0403 10 51 to 99	— — Flavoured or containing added fruit, nuts or cocoa	EA
0403 90	— Other:	
0403 90 71 to 99	— — Flavoured or containing added fruit, nuts or cocoa	EA
0405	Butter and other fats and oils derived from milk; dairy spreads:	
0405 20	— Dairy spreads:	
0405 20 10	— — Of a fat content, by weight, of 39 % or more but less than 60 %	EA
0405 20 30	— — Of a fat content, by weight, of 60 % or more but less than 75 %	EA
0710	Vegetables (uncooked or cooked by steaming or boiling in water), frozen:	
0710 40 00	— Sweetcorn	EA
0711	Vegetables 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:	
0711 90	— Other vegetables; mixtures of vegetables:	
0711 90 30	— — Vegetables:	
	— — — Sweetcorn	EA
1517	Margarine; edible mixtures or preparations of animal or vegetable fats or oils or of fractions of different fats or oils of this chapter, other than edible fats or oils or their fractions of heading No 1516:	

⁽¹⁾ The amounts of the agricultural components (EA) which may be subject to a maximum duty are set out in the Common Customs Tariff (Regulation (EEC) No 2658/87 of 23 July 1987 as amended).

CN code	Description	Rate of duty ⁽¹⁾
1517 10	— Margarine, excluding liquid margarine:	
1517 10 10	— — Containing more than 10 % but not more than 15 % by weight of milk fats	EA
1517 90	— Other:	
1517 90 10	— — Containing more than 10 % but not more than 15 % by weight of milk fats	EA
1704	Sugar confectionery (including white chocolate), not containing cocoa:	
1704 10	— Chewing gum, whether or not sugar-coated	EA
1704 90	— Other:	
1704 90 10	— — Liquorice extract containing more than 10 % by weight of sucrose but not containing other added substances	9 %
1704 90 30	— — White chocolate	EA
1704 90 51 to 99	— — Other	EA
1806	Chocolate and other food preparations containing cocoa:	
1806 10	— Cocoa powder, containing added sugar or other sweetening matter:	
1806 10 15	— — Containing no sucrose or containing less than 5 % by weight of sucrose (including invert sugar expressed as sucrose) or isoglucose expressed as sucrose	free
1806 10 20	— — Containing 5 % or more but less than 65 % by weight of sucrose (including invert sugar expressed as sucrose) or isoglucose expressed as sucrose	EA
1806 10 30	— — Containing 65 % or more but less than 80 % by weight of sucrose (including invert sugar expressed as sucrose) or isoglucose expressed as sucrose	EA
1806 10 90	— — Containing 80 % or more by weight of sucrose (including invert sugar expressed as sucrose) or isoglucose expressed as sucrose	EA
1806 20	— Other preparations in blocks, slabs or bars weighing more than 2 kg or in liquid, paste, powder, granular or other bulk form in containers or immediate packings, of a content exceeding 2 kg	
	— Other, in blocks, slabs or bars:	
1806 31 00	— — Filled	EA
1806 32	— — Not filled	EA
1806 90	— Other	EA
1901	Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa or containing less than 40 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included; food preparations of goods of heading Nos 0401 to 0404, not containing cocoa or containing less than 5 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included:	

⁽¹⁾ The amounts of the agricultural components (EA) which may be subject to a maximum duty are set out in the Common Customs Tariff (Regulation (EEC) No 2658/87 of 23 July 1987 as amended).

CN code	Description	Rate of duty ⁽¹⁾
ex 1901 10 00	— Preparations for infant use, put up for retail sale:	EA
	— — Containing cocoa and prepared milk in powder form	
1901 90	— Other:	EA
	— — Other:	
ex 1901 90 91	— — — Containing no milk fats, sucrose, isoglucose, glucose or starch or containing less than 1,5 % milk fat, 5 % sucrose (including invert sugar) or isoglucose, 5 % glucose or starch, excluding food preparations in powder form of goods of heading Nos 0401 to 0404:	12,8 %
	— — — — Containing cocoa and prepared milk in powder form for dietetic or culinary purposes	
ex 1901 90 99	— — — Other:	EA
	— — — — Containing cocoa and prepared milk in powder form for dietetic or culinary purposes	
1902	Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared:	EA
1902 20	— Stuffed pasta, whether or not cooked or otherwise prepared:	
1902 20 91 and 99	— — Other	EA
1902 30	— Other pasta	
1902 40	— Couscous:	EA
1902 40 90	— — Other	
1904	Prepared foods obtained by the swelling or roasting of cereals or cereals products (for example, corn flakes); cereals (other than maize (corn)) in grain form or in the form of flakes or other worked grains (except flour and meal), pre-cooked, or otherwise prepared, not elsewhere specified or included	EA
2001	Vegetables, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid:	EA
2001 90	— Other:	
2001 90 30	— — Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>)	EA
2001 90 40	— — Yams, sweet potatoes and similar edible parts of plants containing 5 % or more by weight of starch	

⁽¹⁾ The amounts of the agricultural components (EA) which may be subject to a maximum duty are set out in the Common Customs Tariff (Regulation (EEC) No 2658/87 of 23 July 1987 as amended).

CN code	Description	Rate of duty ⁽¹⁾
2004	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen, other than products of heading No 2006:	
2004 10	— Potatoes:	
	— — Other:	
2004 10 91	— — — In the form of flour, meal or flakes	EA
2004 90	— Other vegetables and mixtures of vegetables:	
2004 90 10	— — Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>)	EA
2005	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen, other than products of heading No 2006:	
2005 20	— Potatoes:	
2005 20 10	— — In the form of flour, meal or flakes	EA
2005 80 00	— Sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>)	EA
2008	Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included:	
	— Other, including mixtures other than those of subheading No 2008 19:	
2008 91 00	— — Palm hearts	9 %
2008 99	— — Other:	
	— — — Not containing added spirit:	
	— — — — Not containing added sugar:	
2008 99 85	— — — — — Maize (corn), other than sweetcorn (<i>Zea mays</i> var. <i>saccharata</i>)	EA
2008 99 91	— — — — — Yams, sweet potatoes and similar edible parts of plants, containing 5 % or more by weight of starch	EA
2101	Extracts, essences and concentrates, of coffee, tea or maté and preparations with a basis of these products or with a basis of coffee, tea or maté; roasted chicory and other roasted coffee substitutes, and extracts, essences and concentrates thereof:	
	— Extracts, essences and concentrates of coffee, and preparations with a basis of these extracts, essences or concentrates or with a basis of coffee:	
2101 12	— — Preparations with a basis of these extracts, essences or concentrates or with a basis of coffee:	
2101 12 98	— — — Other	EA

⁽¹⁾ The amounts of the agricultural components (EA) which may be subject to a maximum duty are set out in the Common Customs Tariff (Regulation (EEC) No 2658/87 of 23 July 1987 as amended).

CN code	Description	Rate of duty ⁽¹⁾
2101 20	— Extracts, essences and concentrates, of tea or maté, and preparations with a basis of these extracts, essences or concentrates, or with a basis of tea or maté:	EA
2101 20 98	— — Preparations: — — — Other	
2102	Yeasts (active or inactive); other single-cell micro-organisms, dead (but not including vaccines of heading No 3002); prepared baking powders:	8 % EA 10 %
2102 10	— Active yeasts:	
2102 10 10	— — Culture yeast	
2102 10 31 and 39	— — Baker's yeast	
2102 10 90	— — Other	
2105 00	Ice cream and other edible ice, whether or not containing cocoa	EA
2106	Food preparations not elsewhere specified or included:	EA
2106 10	— Protein concentrates and textured protein substances:	
2106 10 80	— — Other	
2106 90	— Other:	EA
2106 90 10	— — Cheese fondues ⁽²⁾	
	— — Other:	free
ex 2106 90 92	— — — Containing no milk fats, sucrose, isoglucose, glucose or starch or containing less than 1,5 % milk fat, 5 % sucrose or isoglucose 5 % glucose or starch:	
	— — — — Hydrolysates of proteins; autolysates of yeast	EA
2106 90 98	— — — Other	

⁽¹⁾ The amounts of the agricultural components (EA) which may be subject to a maximum duty are set out in the Common Customs Tariff (Regulation (EEC) No 2658/87 of 23 July 1987 as amended).

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

ANNEX C

concerning the annual ceilings referred to in Article 15 (1)

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

PART 1

CN code	Description	Ceiling (tonnes)
2710 00	Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing by weight 70 % or more of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations: — Light oils: — — For other purposes: — — — Special spirits:	90 000
2710 00 21	— — — — White spirit	
2710 00 25	— — — — Other	
	— — — — Other:	
	— — — — Motor spirit:	
2710 00 26	— — — — — Aviation spirit:	
	— — — — — Other, with a lead content:	
	— — — — — Not exceeding 0,013 g per litre:	
2710 00 27	— — — — — With an octane number of less than 95	
2710 00 29	— — — — — With an octane number of 95 or more but less than 98	
2710 00 32	— — — — — With an octane number of 98 or more	
	— — — — — Exceeding 0,013 g per litre:	
2710 00 34	— — — — — With an octane number of less than 98	
2710 00 36	— — — — — With an octane number of 98 or more	
2710 00 37	— — — — Spirit-type jet fuel	
2710 00 39	— — — — Other light oils	
	— Medium oils	
	— — For other purposes:	
	— — — Kerosene:	
2710 00 51	— — — — Jet fuel	
2710 00 55	— — — — Other	
2710 00 59	— — — — Other	
	— Heavy oils:	
	— — Gas oils:	
	— — — For other purposes:	
2710 00 66	— — — — With a sulphur content not exceeding 0,05 % by weight	

CN code	Description	Ceiling (tonnes)
2710 00 67	— — — — With a sulphur content exceeding 0,05 % by weight but not exceeding 0,2 % by weight	90 000 (continued)
2710 00 68	— — — — With a sulphur content exceeding 0,2 % by weight — — Fuel oils: — — — For other purposes:	
2710 00 74	— — — — With a sulphur content not exceeding 1 % by weight	
2710 00 76	— — — — With a sulphur content exceeding 1 % by weight but not exceeding 2 % by weight	
2710 00 77	— — — — With a sulphur content exceeding 2 % by weight but not exceeding 2,8 % by weight	
2710 00 78	— — — — With a sulphur content exceeding 2,8 % by weight — — Lubricating oils; other oils:	
2710 00 85	— — — To be mixed in accordance with the terms of additional note 6 to this chapter ⁽¹⁾ — — — For other purposes:	
2710 00 87	— — — — Motor oils, compressor lube oils, turbine lube oils	
2710 00 88	— — — — Liquids for hydraulic purposes	
2710 00 89	— — — — White oils, liquid paraffin	
2710 00 92	— — — — Gear oils and reductor oils	
2710 00 94	— — — — Metal-working compounds, mould release oils, anti-corrosion oils	
2710 00 96	— — — — Electrical insulating oils	
2710 00 98	— — — — Other lubricating oils and other oils	
2711	Petroleum gases and other gaseous hydrocarbons: — Liquified:	
2711 12	— — Propane: — — — Propane of a purity not less than 99 %:	
2711 12 11	— — — — For use as a power or heating fuel — — — Other: — — — — For other purposes:	
2711 12 94	— — — — — Of a purity exceeding 90 % but less than 99 %	
2711 12 97	— — — — — Other	
2711 13	— — Butanes: — — — For other purposes:	
2711 13 91	— — — — Of a purity exceeding 90 % but less than 95 %	
2711 13 97	— — — — Other	
2712	Petroleum jelly; paraffin wax, microcrystalline petroleum wax, slack wax, ozokerite, lignite wax, peat wax, other mineral waxes, and similar products obtained by synthesis or by other processes, whether or not coloured:	

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

CN code	Description	Ceiling (tonnes)
2712 10	— Petroleum jelly:	90 000 (continued)
2712 10 90	— — Other	
2712 20	— Paraffin wax containing by weight less than 0,75 % of oil:	
2712 20 10	— — Synthetic paraffin wax of a molecular weight of 460 or more but not exceeding 1 560	
2712 20 90	— — Other	
2712 90	— Other:	
	— — Other:	
	— — — Crude:	
2712 90 39	— — — — For other purposes	
	— — — Other:	
2712 90 91	— — — — Blend of 1-alkenes containing by weight 80 % or more of 1-alkenes of a chain-length of 24 carbon atoms or more but not exceeding 28 carbon atoms	
2712 90 99	— — — — Other	
2713	Petroleum coke, petroleum bitumen and other residues of petroleum oils or of oils obtained from bituminous minerals:	
2713 90	— Other residues of petroleum oils or of oils obtained from bituminous minerals:	
2713 90 90	— — Other	
3105	Mineral or chemical fertilizers containing two or three of the fertilizing elements nitrogen, phosphorus and potassium; other fertilizers; goods of this chapter in tablets or similar forms or in packages of a gross weight not exceeding 10 kg	7 500
4203	Articles of apparel and clothing accessories, of leather or of composition leather:	120
4203 10 00	— Articles of apparel	
	— Gloves, mittens and mitts:	
4203 21 00	— — Specially designed for use in sports	
4203 29	— — Other:	
	— — — Other:	
4203 29 91	— — — — Men's and boys'	
4203 29 99	— — — — Other	
4203 30 00	— Belts and bandoliers	16 000 m ³
4203 40 00	— Other clothing accessories	
4412	Plywood, veneered panels and similar laminated wood	
4420	Wood marquetry and inlaid wood; caskets and cases for jewellery or cutlery, and similar articles, of wood; statuettes and other ornaments, of wood; wooden articles of furniture not falling in Chapter 94:	
4420 90	— Other:	
	— — Wood marquetry and inlaid wood:	

CN code	Description	Ceiling (tonnes)
4420 90 11	— — — Of tropical wood, as specified in additional note to this chapter	16 000 m ³ (continued)
4420 90 19	— — — Of other wood	
6401	Waterproof footwear with outer soles and uppers of rubber or of plastics, the uppers of which are neither fixed to the sole nor assembled by stitching, riveting, nailing, screwing, plugging or similar processes	350
6402	Other footwear with outer soles and uppers of rubbers or plastics	
6403	Footwear with outer soles of rubber, plastics, leather or composition leather and uppers of leather	300
7004	Drawn glass and blown glass, in sheets, whether or not having an absorbent, reflecting or non-reflecting layer, but not otherwise worked:	2 200
7004 20	— Glass, coloured throughout the mass (body tinted), opacified, flashed or having an absorbent, reflecting or non-reflecting layer:	
	— — Other:	
7004 20 99	— — — Other	
7004 90	— Other glass:	
7004 90 70	— — Horticultural sheet glass	
	— — Other, of a thickness:	
7004 90 92	— — — Not exceeding 2,5 mm	
7004 90 98	— — — Exceeding 2,5 mm	
7409	Copper plates, sheets and strip, of a thickness exceeding 0,15 mm	350
7407	Copper bars, rods and profiles:	2 010
ex 7407 10 00	— Of refined copper:	
	— — Hollow	
	— Of copper alloys:	
7407 21	— — Of copper-zinc base alloys (brass):	
ex 7407 21 90	— — — Profiles:	
	— — — — Hollow	
7407 22	— — Of copper-nickel base alloys (cupro-nickel) or copper-nickel-zinc base alloys (nickel silver):	
ex 7407 22 10	— — — Of copper-nickel base alloys (cupro-nickel):	
	— — — — Hollow	
ex 7407 22 90	— — — Of copper-nickel-zinc base alloys (nickel silver):	
	— — — — Hollow	
ex 7407 29 00	— — Other:	
	— — — Hollow	
7411	Copper tubes and pipes	

CN code	Description	Ceiling (tonnes)
7604	Aluminium bars, rods and profiles:	1 100
7604 10	— Of aluminium, not alloyed:	
7604 10 10	— — Bars and rods	
7604 10 90	— — Profiles	
	— Of aluminium alloys:	
7604 29	— — Other:	
7604 29 10	— — — Bars and rods	
7604 29 90	— — — Profiles	
7605	Aluminium wire	
7606	Aluminium plates, sheets and strip, of a thickness exceeding 0,2 mm	
ex 8544	Insulated (including enamelled or anodized) wire, cable (including coaxial cable) and other insulated electric conductors, whether or not fitted with connectors,; optical fibre cables, made up of individually sheathed fibres, whether or not assembled with electric conductors or fitted with connectors: — excluding products of CN codes 8544 30 10 and 8544 70 00	8 000
8546	Electrical insulators of any material	350
9401	Seats (other than those of heading No 9402), whether or not convertible into beds, and parts thereof:	2 500
9401 30	— Swivel seats with variable height adjustment:	
9401 30 10	— — Upholstered, with backrest and fitted with castors or glides	
9401 30 90	— — Other	
9401 40 00	— Seats other than garden seats of camping equipment, convertible into beds	
9401 50 00	— Seats of cane, osier, bamboo or similar materials	
	— Other seats, with wooden frames:	
9401 61 00	— — Upholstered	
9401 69 00	— — Other	
	— Other seats, with metal frames:	
9401 71 00	— — Upholstered	
9401 79 00	— — Other	
9401 80 00	— Other seats	
9401 90	— Parts:	
	— — Other:	
9401 90 30	— — — Of wood	
9401 90 80	— — — Other	

PART 2

CN code	Description	Ceiling (tonnes)
7202	Ferro-alloys:	10 332
	— Ferro-silicon:	
7202 21	— — Containing by weight more than 55 % of silicon:	
7202 21 10	— — — Containing by weight more than 55 % but not more than 80 % of silicon	
7202 21 90	— — — Containing by weight more than 80 % of silicon	
7202 29	— — Other:	
7202 29 10	— — — Containing by weight 4 % or more but not more than 10 % of magnesium	
7202 29 90	— — — Other	
7202 30 00	— Ferro-silico-manganese	410
	— Ferro-chromium	1 732
7202 41	— — Containing by weight more than 4 % of carbon:	
7202 41 10	— — — Containing by weight more than 4 % but not more than 6 % of carbon	
	— — — Containing by weight more than 6 % of carbon:	
7202 41 91	— — — — Containing by weight not more than 60 % chromium	
7202 41 99	— — — — Containing by weight more than 60 % of chromium	
7202 49	— — Other:	
7202 49 10	— — — Containing by weight not more than 0,05 % of carbon	
7202 49 50	— — — Containing by weight more than 0,05 % but not more than 0,5 % of carbon	
7202 49 90	— — — Containing by weight more than 0,5 % but not more than 4 % of carbon	
7901	Unwrought zinc:	3 639
	— Zinc, not alloyed:	
7901 11 00	— — Containing by weight 99,99 % or more of zinc	
7901 12	— — Containing by weight less than 99,99 % of zinc:	
7901 12 10	— — — Containing by weight 99,95 % or more but less than 99,99 % of zinc	
7901 12 30	— — — Containing by weight 98,5 % or more but less than 99,95 % of zinc	
7901 12 90	— — — Containing by weight 97,5 % or more but less than 98,5 % of zinc	
7901 20 00	— Zinc alloys	

ANNEX D

Products referred to in Article 15 (2)

IMPORTS INTO THE COMMUNITY OF THE FOLLOWING PRODUCTS SHALL BENEFIT FROM AN EXEMPTION FROM CUSTOMS DUTY

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

CN Code	Description	Quantity (tonnes)	Specific provisions
0101 19 10	Live horses, other than pure-bred breeding animals, for slaughter ⁽¹⁾	unlimited	
0104 10 30 0104 10 80 0104 20 90	Live sheep and goats, other than pure-bred breeding animals	215 (live weight)	tariff quota
0204	Meat of sheep and goats, fresh, chilled or frozen	1 750	tariff quota
ex 0703 20 00	Garlic, fresh or chilled, from 1 February to 31 May	200	tariff quota
0709 51 0709 51 30 0709 51 50 0709 51 90	Mushrooms, fresh or chilled: — Chantarelles — Flap mushrooms — Other	600	reference quantity
0709 60 10	Sweet peppers, fresh or chilled	500	tariff quota
0710 21 00	Peas (<i>Pisum sativum</i>), uncooked or cooked by steaming or boiling in water, frozen	700	tariff quota
0711 ex 0711 90 60	Vegetables provisionally preserved, but unsuitable in that state for immediate consumption: — Other mushrooms, excluding cultivated mushrooms	400	reference quantity
0712 0712 20 00 ex 0712 30 00	Dried vegetables, whole, cut, sliced, broken or in powder, but not further prepared: — Onions — Mushrooms and truffles, excluding cultivated mushrooms	unlimited unlimited	
0713 ex 0713 32 00 0713 33 90 ex 0713 39 00	Dried leguminous vegetables, shelled, whether or not skinned or split: — Small red (<i>Adzuki</i>) beans (<i>Phaseolus</i> or <i>Vigna angularis</i>), other than for sowing — Kidney beans, including white pea beans (<i>Phaseolus vulgaris</i>), other than for sowing — Other beans, other than for sowing	unlimited unlimited unlimited	

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

CN Code	Description	Quantity (tonnes)	Specific provisions
0809 20 11 0809 20 21 0809 20 31 0809 20 41 0809 20 51 0809 20 61 0809 20 71	Sour cherries (<i>Prunus cerasus</i>), fresh	500	ceiling ⁽¹⁾
0810 20 ex 0810 20 10 ex 0810 20 90	Raspberries blackberries, mulberries and loganberries, fresh: — Raspberries, from 15 May to 15 June — Other, from 15 May to 15 June	unlimited unlimited	
0811 0811 90 75	Fruit and nuts, uncooked or cooked by steaming or boiling in water, frozen: — Other: — — Other: — — — Cherries: — — — — Sour cherries (<i>Prunus cerasus</i>)	7 000	ceiling ⁽²⁾
0812 ex 0812 10 00	Fruit and nuts, provisionally preserved, but unsuitable in that state for immediate consumption: — Sour cherries (<i>Prunus cerasus</i>)		
0813 ex 0813 40 95	Fruit, dried, other than that of heading Nos 0801 to 0806; mixtures of nuts or dried fruits of this chapter: — Sour cherries (<i>Prunus cerasus</i>)		
0904 0904 20 0904 20 10 0904 20 90	Pepper of the genus <i>Piper</i> ; dried or crushed or ground fruits of the genus <i>Capsicum</i> or of the genus <i>Pimenta</i> : — Fruits of the genus <i>Capsicum</i> or of the genus <i>Pimenta</i> , dried or crushed or ground: — — Sweet peppers, neither crushed nor ground — — Crushed or ground	unlimited unlimited	
0909	Seeds of anise, badian, fennel, coriander, cumin or caraway; juniper berries	unlimited	
1209	Seeds, fruits and spores, of a kind used for sowing	unlimited	
2001 ex 2001 10 00	Vegetables, fruit, nuts and other edible parts of plants, prepared or preserved by vinegar or acetic acid: — Cucumbers	1 000	reference quantity
2001 90 2001 90 70	— Other: — — Sweet peppers	unlimited	

⁽¹⁾ The exception applies only to the *ad valorem* part of the duty.

⁽²⁾ Global ceiling for products classified under CN codes: 0811 90 75, ex 0812 10 00, ex 0813 40 95, 2008 60 51, 2008 60 61, 2008 60 71, 2008 60 91. Subject to a minimum import price set annually by the Commission (except for CN code ex 0813 40 95).

CN Code	Description	Quantity (tonnes)	Specific provisions
2004	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, frozen, other than products of heading No 2006:	unlimited	
2004 90	— Other vegetables and mixtures of vegetables:		
ex 2004 90 98	— — Other, the product known as 'ajvar', obtained from sweet peppers, to which spices, extracts of spices or distillates of natural spices, and sometimes aubergines and tomatoes, are added, containing at least 9 % of dry extracts, used mainly as a salad		
2005	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen, other than products of heading No 2006:	unlimited	
2005 90	— Other vegetables and mixtures of vegetables:		
ex 2005 90 70	— — Mixtures of vegetables, the product known as 'ajvar', obtained from sweet peppers, to which species, extracts of spices or distillates of natural spices, and sometimes aubergines and tomatoes, are added, containing at least 9 % of dry extracts, used mainly as a salad		
2008	Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included:	7 000	ceiling ⁽¹⁾
2008 60	— Cherries:		
	— — Not containing added spirit:		
2008 60 51	— — — Sour cherries (<i>Prunus cerasus</i>)		
2008 60 61			
2008 60 71			
2008 60 91			
2208	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 % vol; spirits, liqueurs and other spirituous beverages:	500 hl	tariff quota
2208 90	— Other:		
	— — Plum, pear or cherry spirit (excluding liqueurs), in containers holding:		
ex 2208 90 33	— — — 2 litres or less: plum spirit marketed under the name of 'šljivovica' ⁽²⁾		
2401	Unmanufactured tobacco; tobacco refuse:	1 500	tariff quota
2401 10	— Tobacco, not stemmed/stripped:		
	— — Other:		
ex 2401 10 60	— — — Sun-cured Oriental type tobacco: of the 'Prilep' type ⁽³⁾		
2401 20	— Tobacco, partly or wholly stemmed/stripped:		
	— — Other:		
ex 2401 20 60	— — — Sun-cured Oriental type tobacco: of the 'Prilep' type ⁽³⁾		

⁽¹⁾ Global ceiling for products classified under CN codes: 0811 90 75, ex 0812 10 00, ex 0813 40 95, 2008 60 51, 2008 60 61, 2008 60 71, 2008 60 91. Subject to a minimum import price set annually by the Commission (except for CN code ex 0813 40 95).

⁽²⁾ Imports of plum spirit must be accompanied by certificates of authenticity issued by the competent authority of the former Yugoslav Republic of Macedonia and conforming to the model in Appendix 1 to this Annex.

⁽³⁾ Imports of tobacco of the 'Prilep' type must be accompanied by certificates of authenticity issued by the competent authority of the former Yugoslav Republic of Macedonia and conforming to the model in Appendix 2 to this Annex.

1. Exporter (name, full address, country) Exportateur (nom, adresse complète, pays)	2. No	ORIGINAL	
	3. Quota year Année contingentaire	4. Country of destination Pays de destination	
5. Consignee (name, full address, country) Destinataire (nom, adresse complète, pays)	6. Issuing authority Organisme émetteur		
8. Place and date of shipment — Means of transport Lieu et date d'embarquement — Moyen de transport	7. CERTIFICATE OF AUTHENTICITY CERTIFICAT D'AUTHENTICITÉ Plum spirit 'Sljivovica' Eau-de-vie de prune «Sljivovica» (CN Code ex 2208 90 33) (Code NC ex 2208 90 33)		
9. Marks and numbers — Number and kind of packages Marques et numéros — Nombre et nature des colis	10. % vol of alcohol % vol d'alcool	11. Litres Litres	
12. % vol of alcohol and litres (in words) % vol d'alcool et litres (en lettres)			
13. CERTIFICATE BY THE ISSUING AUTHORITY — VISA DE L'ORGANISME ÉMETTEUR I hereby certify that the plum spirit 'Sljivovica' described in this certificate corresponds with the definition given on the reverse. Je certifie que l'eau-de-vie de prunes «Sljivovica» décrite dans ce certificat correspond à la définition figurant au verso. Place Date Lieu Date (Stamp and signature) (Cachet et signature)			

DEFINITION

Plum spirit with an alcoholic strength of 40 % vol or more, marketed under the name ŠLJIVOVICA, corresponding to the specifications laid down in the Regulation relating to the quality of spirituous beverages, being in force in the Republics and territory referred to in this Regulation.

DÉFINITION

Eau-de-vie de prunes ayant un titre alcoométrique égal ou supérieur à 40 % vol, commercialisée sous la dénomination ŠLJIVOVICA correspondant à la spécification reprise dans la réglementation relative à la qualité des boissons alcooliques en vigueur dans les républiques et territoires visés par le présent règlement.

Appendix 2 to Annex D

1. Exporter (name, full address, country) Exportateur (nom, adresse complète, pays)	2. No	ORIGINAL
	3. Quota year Année contingentaie	4. Country of destination Pays de destination
5. Consignee (name, full address, country) Destinataire (nom, adresse complète, pays)	6. Issuing authority Organisme émetteur	
8. Place and date of shipment — Means of transport Lieu et date d'embarquement — Moyen de transport	7. CERTIFICATE OF AUTHENTICITY CERTIFICAT D'AUTHENTICITÉ Tobacco — Tabac 'Prilep' (CN Code ex 2401 10 60 and ex 2401 20 60) (Code NC ex 2401 10 60 et ex 2401 20 60)	
9. Marks and numbers — Number and kind of packages Marques et numéros — Nombre et nature des colis	10. Net weight (kg) Poids net (kg)	
11. Net weight (in words) Poids net (en lettres)		
12. CERTIFICATE BY THE ISSUING AUTHORITY — VISA DE L'ORGANISME ÉMETTEUR I hereby certify that the tobacco described in this certificate is 'Prilep' tobacco within the meaning of Regulation (EEC) No 547/92. Je certifie que le tabac décrit dans ce certificat est le tabac «Prilep» au sens du règlement (CEE) n° 547/92. Place Lieu Date Date (Stamp and signature) (Cachet et signature)		

ANNEX E

Products referred to in Article 15 (2)

IMPORTS INTO THE COMMUNITY OF THE FOLLOWING PRODUCTS SHALL BE SUBJECT TO AN
80 % REDUCTION OF CUSTOMS DUTY

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

CN code	Description	Quantity (tonnes)	Specific provisions
0102	Live bovine animals:	1 650	tariff quota
0102 90	— Other:	(carcase weight)	
	— — Domestic species:		
	— — — Of a weight exceeding 300 kg:		
	— — — — Heifers (female bovines that have never calved):		
ex 0102 90 51	— — — — — For slaughter:		
	— — — — — Not yet having any permanent teeth, of a weight of not less than 320 kg but not more than 470 kg ⁽¹⁾		
ex 0102 90 59	— — — — — Other:		
	— — — — — Not yet having any permanent teeth, of a weight of not less than 320 kg but not more than 470 kg ⁽¹⁾		
	— — — — — Other:		
ex 0102 90 71	— — — — — For slaughter:		
	— — — — — Bulls and steers not yet having permanent teeth, of a weight of not less than 350 kg but not more than 500 kg ⁽¹⁾		
ex 0102 90 79	— — — — — Other:		
	— — — — — Bulls and steers not yet having permanent teeth, of a weight of not less than 350 kg but not more than 500 kg ⁽¹⁾		
0201	Meat of bovine animals, fresh or chilled:		
ex 0201 10 00	— Carcasses and half-carcasses:		
	— — Carcasses of a weight of 180 kg or more but not exceeding 300 kg and half-carcasses, of a weight of 90 kg or more but not exceeding 150 kg, with a low degree of ossification of the cartilages (in particular those of the symphysis pubis and the vertebral apophyses), the meat of which is a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour ⁽¹⁾		
0201 20	— Other cuts with bone in:		
ex 0201 20 20	— — 'Compensated' quarters:		
	— — — 'Compensated' quarters of a weight of 90 kg or more but not exceeding 150 kg, with a low degree of ossification of the cartilages (in particular those of the symphysis pubis and the vertebral apophyses), the meat of which is a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour ⁽¹⁾		

CN code	Description	Quantity (tonnes)	Specific provisions
ex 0201 20 30	— — Unseparated or separated hindquarters: — — — Separated forequarters of a weight of 45 kg or more but not exceeding 75 kg, with a low degree of ossification of the cartilages (in particular those of the vertebral apophyses), the meat of which is a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour⁽¹⁾	1 650 (carcase weight) (continued)	tariff quota (continued)
ex 0201 20 50	— — Unseparated or separated hindquarters: — — — Separated hindquarters of a weight of 45 kg or more but not exceeding 75 kg (38 kg or more but not exceeding 68 kg in the case of 'Pistola' cuts), with a low degree of ossification of the cartilages (in particular those of the vertebral apophyses), the meat of which is a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour⁽¹⁾		

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

PROTOCOL 1

on additional trade arrangements for certain iron and steel products

Article 1

This Protocol shall apply to the products listed in Chapters 72 and 73 of the Common Customs Tariff⁽¹⁾ under the following headings: 7204, 7208 to 7212, 7303 to 7306. It shall also apply to other finished steel products which may originate in future in the former Yugoslav Republic of Macedonia.

Article 2

1. Imports into the Community of the products originating in the former Yugoslav Republic of Macedonia listed in Annex I to this Protocol shall be subject to annual tariff ceilings, the ceilings fixed for the year of entry into force of the Agreement being indicated against each product.

2. As from the second year following the entry into force of the Agreement, the amounts of the tariff ceilings given in Annex I shall be increased annually by 5 % except that the Community may extend for a period of one year the ceiling or ceilings set for the preceding year.

Article 3

1. Quantitative restrictions, customs duties or charges on exports to the Community and any measures having equivalent effect shall be abolished by the former Yugoslav Republic of Macedonia upon entry into force of the Agreement, with the exception of those applying to ferrous waste and scrap under the complete CN heading 7204, which shall be progressively reduced and shall be eliminated at the latest by the end of the second year after the entry into force of the Agreement.

2. The former Yugoslav Republic of Macedonia will liberalize progressively the export restrictions relating to wastes and scrap of ferrous metals. It will therefore permit the export of these products to the Community within the following quantitative limits: 20 000 tonnes in the first year after the entry into force of the Agreement and 35 000 tonnes in the second year after the entry into force of the Agreement.

3. The authorities of the former Yugoslav Republic of Macedonia will notify the Community, within three months of the entry into force of the Agreement, of the internal measures taken to implement fully this progressive liberalization and will send the Community details of the export licences issued and of exports

realized at six-monthly intervals. The Contact Group will periodically review the progressive liberalization of the export restrictions and, where appropriate, make recommendations to the Cooperation Council.

Article 4

Where any product is being imported into the territory of one of the Contracting Parties in such increased quantities or under such conditions as to cause or threaten to cause injury to domestic producers of like or directly competitive products or serious disturbances to the steel markets of the other Contracting Party, the Contracting Parties shall enter into consultations immediately to find an appropriate solution before the Contracting Party concerned takes the appropriate measures. In the selection of measures, priority must be given to those which least disturb the functioning of the Agreement.

Article 5

1. The Contracting Parties recognize the need for an administrative procedure having as its purpose the rapid provision of information on the trend in trade flows in respect of the trade in steel products originating in the former Yugoslav Republic of Macedonia in order to increase transparency and to avoid possible diversions of trade.

2. The Contracting Parties therefore agree to establish a double-checking system, without quantitative limits, for the import into the Community of steel products originating in the former Yugoslav Republic of Macedonia; to exchange statistical information on export and surveillance documents and to hold consultations promptly on any problems arising from the operation of such a system.

3. The details of the double-checking system are contained in Annex II to this Protocol. The continuing need for this system shall be regularly reviewed. The Annex may subsequently be amended or the double-checking system abolished by means of a Decision of the Cooperation Council.

Article 6

The Contracting Parties commit themselves to close cooperation in matters relating to the iron and steel

⁽¹⁾ Commission Regulation (EC) No 1734/96 of 9 September 1996 amending Annex I to Council Regulation (EEC) No 2658/87 on the tariff and statistical nomenclature and on the Common Customs Tariff (OJ L 238, 19. 9. 1996, p. 1).

industry, particularly in the areas listed in Article 4 of the Agreement. In this context, they agree to ensure transparency through regular exchanges of information on policy in areas such as competition, public aid and restructuring.

Article 7

The Parties agree that one of the special bodies established by the Cooperation Council shall be a Contact Group responsible for discussing the implementation of this Protocol.

ANNEX I

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

PART 1

CN code	Description	Ceiling (tonnes)
7208	Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, hot-rolled, not clad, plated or coated:	5 421
7208 10 00	— In coils, not further worked than hot-rolled, with patterns in relief (ECSC)	
	— Other, in coils, not further worked than hot-rolled, pickled:	
7208 25 00	— — Of a thickness of 4,75 mm or more (ECSC)	
7208 26 00	— — Of a thickness of 3 mm or more but less than 4,75 mm (ECSC)	
7208 27 00	— — Of a thickness of less than 3 mm (ECSC)	
	— Other, in coils, not further worked than hot-rolled:	
7208 36 00	— — Of a thickness exceeding 10 mm (ECSC)	
7208 37	— — Of a thickness of 4,75 mm or more but not exceeding 10 mm:	
7208 37 10	— — — Intended for re-rolling (ECSC) ⁽¹⁾	
7208 37 90	— — — Other (ECSC)	
7208 38	— — Of a thickness of 3 mm or more but less than 4,75 mm:	
7208 38 10	— — — Intended for re-rolling (ECSC) ⁽¹⁾	
7208 38 90	— — — Other (ECSC)	
7208 39	— — Of a thickness of less than 3 mm:	
7208 39 10	— — — Intended for re-rolling (ECSC) ⁽¹⁾	
7208 39 90	— — — Other (ECSC)	
7211	Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, not clad, plated or coated:	
	— Not further worked than hot-rolled:	
7211 13 00	— — Rolled on four faces or in a closed box pass, of a width exceeding 150 mm and a thickness of not less than 4 mm, not in coils and without patterns in relief (ECSC)	
7211 14	— — Other, of a thickness of 4,75 mm or more:	
ex 7211 14 10	— — — Of a width exceeding 500 mm (ECSC):	
	— — — — ⁽²⁾	

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

⁽²⁾ Flat-rolled products of a weight of 500 kg or more.

CN code	Description	Ceiling (tonnes)
7211 19 ex 7211 19 20	-- Other: -- -- Of a width exceeding 500 mm (ECSC): -- -- -- (1)	5 421 (continued)
7211 7211 14 ex 7211 14 90 7211 19 ex 7211 19 90 7211 23 7211 23 51 7212 7212 60 ex 7212 60 91	Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, not clad, plated or coated: -- Not further worked than hot-rolled: -- -- Other, of a thickness of 4,75 mm or more: -- -- -- Of a width not exceeding 500 mm (ECSC): -- -- -- (1) -- -- Other: -- -- -- Of a width not exceeding 500 mm (ECSC): -- -- -- (1) -- Not further worked than cold-rolled (cold-reduced): -- -- Containing by weight less than 0,25 % of carbon: -- -- -- Of a width not exceeding 500 mm: -- -- -- -- In coils intended for the manufacture of tinplate (ECSC) Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, clad, plated or coated: -- Clad: -- -- Of a width not exceeding 500 mm: -- -- -- Not further worked than surface-treated: -- -- -- -- Hot-rolled, not further worked than clad (ECSC): -- -- -- -- (1)	1 053
7208 7208 40 7208 40 10 7208 40 90 7208 51 7208 51 30	Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, hot-rolled, not clad, plated or coated: -- Not in coils, not further worked than hot-rolled, with patterns in relief: -- -- Of a thickness of 2 mm or more (ECSC) -- -- Of a thickness of less than 2 mm (ECSC) -- Other, not in coils, not further worked than hot-rolled: -- -- Of a thickness exceeding 10 mm: -- -- -- Other, of a thickness: -- -- -- -- Exceeding 20 mm (ECSC)	6 526

(1) Flat-rolled products of a weight of 500 kg or more.

CN code	Description	Ceiling (tonnes)
7208 51 50	— — — — Exceeding 15 mm but not exceeding 20 mm (ECSC)	6 526 (continued)
	— — — — Exceeding 10 mm but not exceeding 15 mm, of a width of:	
7208 51 91	— — — — — 2,050 mm or more (ECSC)	
7208 51 99	— — — — — Less than 2,050 mm (ECSC)	
7208 52	— — Of a thickness of 4,75 mm or more but not exceeding 10 mm:	
	— — — Other, of a width of:	
7208 52 91	— — — — 2,050 mm or more (ECSC)	
7208 52 99	— — — — Less than 2,050 mm (ECSC)	
7208 53	— — Of a thickness of 3 mm or more but less than 4,75 mm:	
7208 53 90	— — — Other (ECSC)	
7208 54	— — Of a thickness of less than 3 mm:	
7208 54 10	— — — Of a thickness of 2 mm or more (ECSC)	
7208 54 90	— — — Of a thickness of less than 2 mm (ECSC)	
7208 90	— Other:	
7208 90 10	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7209	Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, cold-rolled (cold-reduced) not clad, plated or coated:	
	— In coils, not further worked than cold-rolled (cold-reduced):	
7209 16	— — Of a thickness exceeding 1 mm but less than 3 mm:	
7209 16 10	— — — 'Electrical' (ECSC)	
7209 16 90	— — — Other (ECSC)	
7209 17	— — Of a thickness of 0,5 mm or more but not exceeding 1 mm:	
7209 17 10	— — — 'Electrical' (ECSC)	
7209 17 90	— — — Other (ECSC)	
7209 18	— — Of a thickness of less than 0,5 mm:	
7209 18 10	— — — 'Electrical' (ECSC)	
	— — — Other:	
7209 18 91	— — — — Of a thickness of 0,35 mm or more but less than 0,5 mm (ECSC)	
7209 18 99	— — — — Of a thickness of less than 0,35 mm (ECSC)	
	— Not in coils, not further worked than cold-rolled (cold-reduced):	
7209 26	— — Of a thickness exceeding 1 mm but less than 3 mm:	
7209 26 10	— — — 'Electrical' (ECSC)	
7209 26 90	— — — Other (ECSC)	
7209 27	— — Of a thickness of 0,5 mm or more but not exceeding 1 mm:	

CN code	Description	Ceiling (tonnes)
7209 27 10	— — — 'Electrical' (ECSC)	6 526 (continued)
7209 27 90	— — — Other (ECSC)	
7209 28	— — Of a thickness of less than 0,5 mm:	
7209 28 10	— — — 'Electrical' (ECSC)	
7209 28 90	— — — Other (ECSC)	
7209 90	— Other:	
7209 90 10	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210	Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, clad, plated or coated:	
	— Plated or coated with tin:	
7210 11	— — Of a thickness of 0,5 mm or more:	
7210 11 10	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 12	— — Of a thickness of less than 0,5 mm:	
	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 12 11	— — — — Tinplate (ECSC)	
7210 12 19	— — — — Other (ECSC)	
7210 20	— Plated or coated with lead, including terne-plate:	
7210 20 10	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 30	— Electrolytically plated or coated with zinc:	
7210 30 10	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
	— Otherwise plated or coated with zinc:	
7210 41	— — Corrugated:	
7210 41 10	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 49	— — Other:	
7210 49 10	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 50	— Plated or coated with chromium oxides or with chromium and chromium oxides:	
7210 50 10	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
	— Plated or coated with aluminium:	
7210 61	— — Plated or coated with aluminium-zinc alloys:	
7210 61 10	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	
7210 69	— — Other:	
7210 69 10	— — — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square) (ECSC)	

CN code	Description	Ceiling (tonnes)
7210 70	— Painted, varnished or coated with plastics:	6 526 (continued)
	— — Not further worked than surface-treated or simply cut into shapes other than rectangular (including square):	
7210 70 31	— — — Tin plate and products, plated or coated with chromium oxides or with chromium and chromium oxides, varnished (ECSC)	
7210 70 39	— — — Other (ECSC)	
7210 90	— Other:	
	— — Other:	
	— — — Not further worked than surface-treated, including cladding, or simply cut into shapes other than rectangular (including square):	
7210 90 31	— — — — Clad (ECSC)	
7210 90 33	— — — — Tinned and printed (ECSC)	
7210 90 38	— — — — Other (ECSC)	
7211	Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, not clad, plated or coated:	
	— Not further worked than hot-rolled:	
7211 14	— — Other, of a thickness of 4,75 mm or more:	
ex 7211 14 10	— — — Of a width exceeding 500 mm (ECSC):	
	— — — — ⁽¹⁾	
7211 19	— — Other:	
ex 7211 19 20	— — — Of a width exceeding 500 mm (ECSC):	
	— — — — ⁽¹⁾	
	— Not further worked than cold-rolled (cold-reduced):	
7211 23	— — Containing by weight less than 0,25 % of carbon:	
7211 23 10	— — — Of a width exceeding 500 mm (ECSC)	
7211 29	— — Other:	
7211 29 20	— — — Of a width exceeding 500 mm (ECSC)	
7211 90	— Other:	
	— — Of a width exceeding 500 mm:	
7211 90 11	— — — Not further worked than surface-treated (ECSC)	
7212	Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, clad, plated or coated:	
7212 10	— Plated or coated with tin:	
7212 10 10	— — Tin plate, not further worked than surface-treated (ECSC)	
	— — Other:	
	— — — Of a width exceeding 500 mm:	

⁽¹⁾ Other than flat-rolled products of a weight of 500 kg or more.

CN code	Description	Ceiling (tonnes)
ex 7212 10 91	— — — — Not further worked than surface-treated (ECSC): — — — — — ⁽¹⁾	6 526 (continued)
7212 20	— Electrolytically plated or coated with zinc: — — Of a width exceeding 500 mm:	
7212 20 11	— — — Not further worked than surface-treated (ECSC)	
7212 30	— Otherwise plated or coated with zinc: — — Of a width exceeding 500 mm:	
7212 30 11	— — — Not further worked than surface-treated (ECSC)	
7212 40	— Painted, varnished or coated with plastics:	
7212 40 10	— — Tin plate, not further worked than varnished (ECSC) — — Other: — — — Of a width exceeding 500 mm:	
7212 40 91	— — — — Not further worked than surface-treated (ECSC)	
7212 50	— Otherwise plated or coated: — — Of a width exceeding 500 mm: — — — Other: — — — — Not further worked than surface-treated:	
7212 50 31	— — — — — Lead-coated (ECSC)	
7212 50 51	— — — — — Other (ECSC)	
7212 60	— Clad: — — Of a width exceeding 500 mm:	
7212 60 11	— — — Not further worked than surface-treated (ECSC)	

⁽¹⁾ Containing, by weight, not less than 0,6 % of carbon and having a content, by weight, less than 0,04 % of phosphorous and sulphur taken separately and less than 0,07 % of these elements taken together.

PART 2

CN code	Description	Ceiling (tonnes)
7304	Tubes, pipes and hollow profiles, seamless, of iron (other than cast iron) or steel:	7 600
7304 10	— Line pipe of a kind used for oil or gas pipelines:	
7304 10 10	— — Of an external diameter not exceeding 168,3 mm	
7304 10 30	— — Of an external diameter exceeding 168,3 mm, but not exceeding 406,4 mm	
7304 10 90	— — Of an external diameter exceeding 406,4 mm	
	— Casing, tubing and drill pipe, of a kind used in drilling for oil or gas:	

CN code	Description	Ceiling (tonnes)
7304 29	— — Other:	7 600 (continued)
7304 29 11	— — — Of an external diameter not exceeding 406,4 mm	
7304 29 19	— — — Of an external diameter exceeding 406,4 mm	
	— Other, of circular cross-section, of iron or non-alloy steel:	
7304 31	— — Cold-drawn or cold-rolled (cold-reduced):	
	— — — Other:	
7304 31 91	— — — — Precision tubes	
7304 31 99	— — — — Other	
7304 39	— — Other:	
7304 39 10	— — — Unworked, straight and of uniform wall-thickness, for use solely in the manufacture of tubes and pipes with other cross-sections and wall thicknesses ⁽¹⁾	
	— — — Other:	
	— — — — Other:	
	— — — — — Other:	
	— — — — — Threaded or threadable tubes (gas pipe):	
7304 39 51	— — — — — — Plated or coated with zinc	
7304 39 59	— — — — — — Other	
	— — — — — — Other, of an external diameter:	
7304 39 91	— — — — — — Not exceeding 168,3 mm	
7304 39 93	— — — — — — Exceeding 168,3 mm, but not exceeding 406,4 mm	
7304 39 99	— — — — — — Exceeding 406,4 mm	
	— Other, of circular cross-section, of stainless steel:	
7304 41	— — Cold-drawn or cold-rolled (cold-reduced):	
7304 41 90	— — — Other	
7304 49	— — Other:	
7304 49 10	— — — Unworked, straight and of uniform wall-thickness, for use solely in the manufacture of tubes and pipes with other cross-sections and wall thicknesses ⁽¹⁾	
	— — — Other:	
	— — — — Other:	
7304 49 91	— — — — — Of an external diameter not exceeding 406,4 mm	
7304 49 99	— — — — — Of an external diameter exceeding 406,4 mm	
	— Other, of circular cross-section, of other alloy steel:	

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

CN code	Description	Ceiling (tonnes)
7304 51	— — Cold-drawn or cold-rolled (cold-reduced):	7 600 (continued)
	— — — Straight and of uniform wall-thickness, of alloy steel containing by weight not less than 0,9 % but not more than 1,15 % of carbon, not less than 0,5 % but not more than 2 % of chromium and, if present, not more than 0,5 % of molybdenum, of a length:	
7304 51 11	— — — — Not exceeding 4,5 m	
7304 51 19	— — — — Exceeding 4,5 m	
	— — — Other:	
	— — — — Other:	
7304 51 91	— — — — — Precision tubes	
7304 51 99	— — — — — Other	
7304 59	— — Other:	
7304 59 10	— — — Unworked, straight and of uniform wall-thickness, for use solely in the manufacture of tubes and pipes with other cross-sections and wall thicknesses ⁽¹⁾	
	— — — Other, straight and of uniform wall-thickness, of alloy steel containing by weight not less than 0,9 % but not more than 1,15 % of carbon, not less than 0,5 % but not more than 2 % of chromium and, if present, not more than 0,5 % of molybdenum, of a length:	
7304 59 31	— — — — Not exceeding 4,5 m	
7304 59 39	— — — — Exceeding 4,5 m	
	— — — Other:	
	— — — — Other:	
7304 59 91	— — — — — Of an external diameter not exceeding 168,3 mm	
7304 59 93	— — — — — Of an external diameter exceeding 168,3 mm, but not exceeding 406,4 mm	
7304 59 99	— — — — — Of an external diameter exceeding 406,4 mm	
7304 90	— Other:	
7304 90 90	— — Other:	
7305	Other tubes and pipes (for example, welded, riveted or similarly closed), having circular cross-sections, the external diameter of which exceeds 406,4 mm, of iron or steel	
7306	Other tubes, pipes and hollow profiles (for example, open seam or welded, riveted or similarly closed), of iron or steel:	
7306 10	— Line pipe of a kind used for oil or gas pipelines:	
	— — Longitudinally welded, of an external diameter of:	
7306 10 11	— — — Not more than 168,3 mm	
7306 10 19	— — — More than 168,3 mm, but not more than 406,4 mm	
7306 10 90	— — Spirally welded	

⁽¹⁾ Entry under this subheading is subject to conditions laid down in the relevant Community provisions.

CN code	Description	Ceiling (tonnes)
7306 20 00	— Casing and tubing of a kind used in drilling for oil or gas	7 600 (continued)
7306 30	— Other, welded, of circular cross-section, of iron or non-alloy steel:	
	— — Other:	
	— — — Precision tubes, with a wall thickness:	
7306 30 21	— — — — Not exceeding 2 mm	
7306 30 29	— — — — Exceeding 2 mm	
	— — — Other:	
	— — — — Threaded or threadable tubes (gas pipe):	
7306 30 51	— — — — — Plated or coated with zinc	
7306 30 59	— — — — — Other	
	— — — — Other, of an external diameter:	
	— — — — — Not exceeding 168,3 mm:	
7306 30 71	— — — — — — Plated or coated with zinc	
7306 30 78	— — — — — — Other	
7306 30 90	— — — — — Exceeding 168,3 mm, but not exceeding 406,4 mm	
7306 40	— Other, welded, of circular cross-section, of stainless steel:	
	— — Other:	
7306 40 91	— — — Cold-drawn or cold-rolled (cold-reduced)	
7306 40 99	— — — Other	
7306 50	— Other, welded, of circular cross-section, of other alloy steel:	
	— — Other:	
7306 50 91	— — — Precision tubes	
7306 50 99	— — — Other	
7306 60	— Other, welded, of non-circular cross-section:	
	— — Other:	
	— — — Of rectangular (including square) cross-section, with a wall thickness:	
7306 60 31	— — — — Not exceeding 2 mm	
7306 60 39	— — — — Exceeding 2 mm	
7306 60 90	— — — Of other sections	
7306 90 00	— Other	

ANNEX II

concerning the introduction of a double-checking system for the export of certain ECSC and EC steel products from the former Yugoslav Republic of Macedonia to the European Communities

Article 1

1. From the date of entry into force of the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia (hereinafter referred to as respectively 'the Agreement' and 'the Community'), imports into the Community of the products listed in Appendix I originating in the former Yugoslav Republic of Macedonia shall be subject to the presentation of a surveillance document conforming to the model shown in Appendix II issued by the authorities in the Community.

2. The classification of the products covered by this Protocol is based on the tariff and statistical nomenclature of the Community (hereinafter called the 'combined nomenclature', or in abbreviated form 'CN'). The origin of the products covered by this Protocol shall be determined in accordance with the rules in force in the Community.

3. The competent authorities of the Community undertake to inform the former Yugoslav Republic of Macedonia of any changes in the combined nomenclature (CN) in respect of products covered by the double-checking system before the date of their entry into force in the Community.

4. Import into the Community of the iron and steel products listed in Appendix I and which originate in the former Yugoslav Republic of Macedonia shall, in addition, be subject to the issue of an export document by the competent authorities of the former Yugoslav Republic of Macedonia. In order to avoid problems at the end of a year, presentation by the importer of the original of the export document must be effected not later than 31 March of the year following that in which the goods covered by the document were shipped.

5. An export document will not be required for goods already shipped before the date of entry into force of the Agreement, provided that the destination of such products is not changed from a non-Community destination and that those products which, under the prior surveillance regime applicable in 1996, could be imported only on presentation of a surveillance document are in fact accompanied by such a document.

6. Shipment is considered to have taken place on the date of loading onto the exporting means of transport.

7. The export document shall conform to the model shown at Appendix III. It shall be valid for exports throughout the customs territory of the Community.

8. The former Yugoslav Republic of Macedonia shall notify the Commission of the European Communities of the names and addresses of the appropriate governmental authorities of the former Yugoslav Republic of Macedonia which are authorized to issue and to verify export documents together with specimens of the stamps and signatures they use. The former Yugoslav Republic of Macedonia shall also notify the Commission of any change in these particulars.

9. Certain technical provisions on the implementation of the double-checking system are set out in Appendix IV.

Article 2

1. The former Yugoslav Republic of Macedonia undertakes to supply the Community with precise statistical information on the export documents issued by the authorities of the former Yugoslav Republic of Macedonia pursuant to Article 1. Such information shall be transmitted to the Community by the end of the month following the month to which the statistics relate.

2. The Community undertakes to supply the authorities of the former Yugoslav Republic of Macedonia with precise statistical information on surveillance documents issued by Member States in respect of the products listed in Appendix I. Such information shall be transmitted to the authorities of the former Yugoslav Republic of Macedonia by the end of the month following the month to which the statistics relate.

Article 3

If necessary, at the request of either of the Parties, consultations shall be held on any problems arising from the operation of the double-checking system. Such consultations shall be held promptly. Any consultations held under this Article shall be approached by both Parties in a spirit of cooperation and with a desire to reconcile the difference between them.

Article 4

Any notices to be given hereunder shall be given:

- in respect of the Community, to the Commission of the European Communities (DG I/D/2 and DG III/C/2),
- in respect of the former Yugoslav Republic of Macedonia, to its Mission to the European Communities, the Ministry of Foreign Affairs and the Ministry of Economy.

Appendix I to Annex II

THE FORMER YUGOSLAV REPUBLIC OF MACEDONA

LIST OF PRODUCTS SUBJECT TO DOUBLE-CHECKING

Complete CN heading 7208
Complete CN heading 7209
Complete CN heading 7210
Complete CN heading 7211
Complete CN heading 7212

Complete CN heading 7303
Complete CN heading 7304
Complete CN heading 7305
Complete CN heading 7306

Appendix II to Annex II

EUROPEAN COMMUNITY

SURVEILLANCE DOCUMENT

1	Holder's copy	1. Consignee (name, full address, country, VAT number)	2. Issue number	
			3. Proposed place and date of import	
			4. Authority responsible for issue (name, address and telephone number)	
		5. Declarant/representative as applicable (name and full address)	6. Country of origin (and geonomenclature code)	
7. Country of consignment (and geonomenclature code)				
8. Last day of validity				
1		9. Description of goods	10. CN code and category	
			11. Quantity in kilograms (net mass) or in additional units	
			12. Value in ecus, cif, at Community frontier	
13. Additional remarks				
14. Competent authority's endorsement				
Date:				
Signature: Stamp:				

15. ATTRIBUTIONS <i>Indicate the quantity available in part 1 of column 17 and the quantity attributed in part 2 thereof</i>			
16. Net quantity <i>(net mass or other unit of measure stating the unit)</i>		19. Customs document <i>(form and number) or extract number and date of attribution</i>	20. Name, Member State, stamp and signature of the attributing authority
17. In figures	18. In words for the quantity attributed		
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			

Extension pages to be attached hereto.

EUROPEAN COMMUNITY

SURVEILLANCE DOCUMENT

2	Copy for the issuing authority	1. Consignee (name, full address, country, VAT number)	2. Issue number
			3. Proposed place and date of import
			4. Authority responsible for issue (name, address and telephone number)
		5. Declarant/representative as applicable (name and full address)	6. Country of origin (and geonomenclature code)
7. Country of consignment (and geonomenclature code)			
8. Last day of validity			
2		9. Description of goods	10. CN code and category
			11. Quantity in kilograms (net mass) or in additional units
			12. Value in ecus, cif, at Community frontier
13. Additional remarks			
14. Competent authority's endorsement Date: Signature: Stamp:			

15. ATTRIBUTIONS*Indicate the quantity available in part 1 of column 17 and the quantity attributed in part 2 thereof*

16. Net quantity (net mass or other unit of measure stating the unit)		19. Customs document (form and number) or extract number and date of attribution	20. Name, Member State, stamp and signature of the attributing authority
17. In figures	18. In words for the quantity attributed		
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			
1			
2			

Extension pages to be attached hereto.

Appendix III to Annex II

1. Exporter (name, full address, country)	ORIGINAL		2. No.
	3. Year		4. Product group
	EXPORT DOCUMENT (ECSC products)		
5. Consignee (name, full address, country)	6. Country of origin		7. Country of destination
	9. Supplementary details		
8. Place and date of shipment — Means of transport			
10. Description of goods — Manufacturer		11. CN code	12. Quantity ⁽¹⁾
			13. FOB Value ⁽²⁾
14. CERTIFICATION BY THE COMPETENT AUTHORITY			
15. Competent authority (name, full address, country)		At , on (Signature) (Stamp)	

(¹) Show net weight (kg) and also quantity in the unit prescribed where other than net weight.
 (²) In the currency of the sale contract.

(¹) Show net weight (kg) and also quantity in the unit prescribed where other than net weight.
(²) In the currency of the sale contract.

1. Exporter (name, full address, country)	COPY		2. No.	
	3. Year		4. Product group	
	EXPORT DOCUMENT (ECSC products)			
5. Consignee (name, full address, country)				
6. Country of origin		7. Country of destination		
8. Place and date of shipment — Means of transport		9. Supplementary details		
10. Description of goods — Manufacturer		11. CN code	12. Quantity (¹)	13. FOB Value (²)
14. CERTIFICATION BY THE COMPETENT AUTHORITY				
15. Competent authority (name, full address, country)		At , on		
		 (Signature) (Stamp)		

Annex IV to Annex II

THE FORMER YUGOSLAV REPUBLIC OF MACEDONIA

Technical annex on the double-checking system

1. The export documents shall measure 210 × 297 mm. The paper used shall be white writing paper, sized, not containing mechanical pulp, and weighing not less than 25 g/m². They shall be made out in English. If they are completed by hand, entries must be in ink and in printed script. These documents may comprise additional copies duly indicated as such. If the documents have several copies only the top copy is the original. This copy shall be clearly marked as 'original' and other copies as 'copies'. Only the original shall be accepted by the competent authorities of the Community as being valid for the control of export to the Community in accordance with the provisions of the double-checking system.
2. Each document shall bear a standardized serial number, whether or not printed, by which it can be identified. This number shall be composed of the following elements:
 - a two-digit number identifying the exporting country as follows: 96,
 - a two-digit number identifying the intended Member State of customs clearance as follows:
 - 01 = France
 - 02 = Belgium and Luxembourg
 - 03 = Netherlands
 - 04 = Germany
 - 05 = Italy
 - 06 = United Kingdom
 - 07 = Ireland
 - 08 = Denmark
 - 09 = Greece
 - 10 = Portugal
 - 11 = Spain
 - 30 = Sweden
 - 32 = Finland
 - 38 = Austria,
 - a one-digit number identifying the year, corresponding to the last figure in the respective year, e. g. 7 for 1997,
 - a two-digit number from 01 to 99, identifying the particular issuing office concerned in the exporting country,
 - a five-digit number running consecutively from 00001 to 99999 allocated to the intended Member State of customs clearance.
3. The export documents shall be valid for four months from the date of their issue. Export documents may be renewed or prolonged.
4. Since the importer needs to present the original export document when requesting an import document, export documents should, as far as possible, be issued in respect of individual commercial transactions, not global contracts.
5. The former Yugoslav Republic of Macedonia need not show price information on the export document if there is a genuine need to protect commercial confidentiality. In such cases, Box 9 of the export document should indicate the reason for not showing the price information and that it is available to the competent authorities of the European Communities on request.
6. Export documents may be issued after the shipment of the products to which they relate. In such cases they must bear the endorsement 'issued retrospectively'.

7. In the event of theft, loss or destruction of an export document, the exporter may apply to the competent governmental authority which issued the document for a duplicate to be made out on the basis of the export documents in his possession. The duplicate of any such document so issued shall bear the endorsement 'duplicate'. The duplicate shall bear the date of the original export document.
 8. The competent authorities of the Community shall be informed immediately of the withdrawal or modification of any export documents already issued and, where relevant, of the basis for such action.
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PROTOCOL 2

on the definition of the concept of 'originating products' and methods of administrative cooperation

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TITLE I

GENERAL PROVISIONS

Article 1

Definitions

For the purposes of this Protocol:

- (a) 'manufacture' means any kind of working or processing including assembly or specific operations;
- (b) 'material' means any ingredient, raw material, component or part, etc., used in the manufacture of the product;
- (c) 'product' means the product being manufactured, even if it is intended for later use in another manufacturing operation;
- (d) 'goods' means both materials and products;
- (e) 'customs value' means the value as determined in accordance with the 1994 Agreement on implementation of Article VII of the General Agreement on Tariffs and Trade (WTO Agreement on customs valuation);
- (f) 'ex-works price' means the price paid for the product ex works to the manufacturer in the Community or the former Yugoslav Republic of Macedonia in whose undertaking the last working or processing is carried out, provided the price includes the value of all the materials used, minus any internal taxes which are, or may be, repaid when the product obtained is exported;
- (g) 'value of materials' means the customs value at the time of importation of the non-originating materials used, or, if this is not known and cannot be ascertained, the first ascertainable price paid for the materials in the Community or the Former Yugoslav Republic of Macedonia;
- (h) 'value of originating materials' means the value of such materials as defined in subparagraph (g) applied *mutatis mutandis*;
- (i) 'added value' shall be taken to be the ex-works price minus the customs value of each of the products incorporated which did not originate in the country in which those products were obtained;
- (j) 'chapters' and 'headings' mean the chapters and headings (four-digit codes) used in the nomenclature which makes up the Harmonized Commodity Description and Coding System, referred to in this Protocol as 'the Harmonized System' or 'HS';
- (k) 'classified' refers to the classification of a product or material under a particular heading;

(l) 'consignment' means products which are either sent simultaneously from one exporter to one consignee or covered by a single transport document covering their shipment from the exporter to the consignee or, in the absence of such a document, by a single invoice;

(m) 'territories' includes territorial waters.

TITLE II

DEFINITION OF THE CONCEPT OF
'ORIGINATING PRODUCTS'

Article 2

General requirements

1. For the purpose of implementing the Agreement, the following products shall be considered as originating in the Community:

- (a) products wholly obtained in the Community within the meaning of Article 4 of this Protocol;
- (b) products obtained in the Community incorporating materials which have not been wholly obtained there, provided that such materials have undergone sufficient working or processing in the Community within the meaning of Article 5 of this Protocol.

2. For the purpose of implementing the Agreement, the following products shall be considered as originating in the former Yugoslav Republic of Macedonia:

- (a) products wholly obtained in the former Yugoslav Republic of Macedonia within the meaning of Article 4 of this Protocol;
- (b) products obtained in the former Yugoslav Republic of Macedonia incorporating materials which have not been wholly obtained there, provided that such materials have undergone sufficient working or processing in the former Yugoslav Republic of Macedonia within the meaning of Article 5 of this Protocol.

Article 3

Bilateral cumulation of origin

1. Materials originating in the Community shall be considered as materials originating in the former Yugoslav Republic of Macedonia when incorporated into a product obtained there. It shall not be necessary that such materials have undergone sufficient working or processing, provided they have undergone working or processing going beyond that referred to in Article 6 (1) of this Protocol.

2. Materials originating in the former Yugoslav Republic of Macedonia shall be considered as materials originating in the Community when incorporated into a product obtained there. It shall not be necessary that such materials have undergone sufficient working or processing, provided they have undergone working or processing going beyond that referred to in Article 6 (1) of this Protocol.

Article 4

Wholly obtained products

1. The following shall be considered as wholly obtained in the Community or the former Yugoslav Republic of Macedonia:

- (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 outside the territorial waters of the Community or the former Yugoslav Republic of Macedonia by their vessels;
- (g) products made aboard their factory ships exclusively from products referred to in subparagraph (f);
- (h) used articles collected there fit only for the recovery of raw materials, including used tyres fit only for retreading or for use as waste;
- (i) waste and scrap resulting from manufacturing operations conducted there;
- (j) products extracted from marine soil or subsoil outside their territorial waters provided that they have sole rights to work that soil or subsoil;
- (k) goods produced there exclusively from the products specified in subparagraphs (a) to (j).

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

- (a) which are registered or recorded in an EC Member State or in the former Yugoslav Republic of Macedonia;
- (b) which sail under the flag of an EC Member State or of the former Yugoslav Republic of Macedonia;
- (c) which are owned to an extent of at least 50 % by nationals of EC Member States or of the former Yugoslav Republic of Macedonia, or by a company with its head office in one of these States, of which the manager or managers, Chairman of the Board of Directors or the Supervisory Board, and the majority of the members of such boards are nationals of EC Member States or of the former Yugoslav Republic of Macedonia and of which, in addition, in the case of partnerships or limited companies, at least half the capital belongs to those States or to public bodies or nationals of the said States;
- (d) of which the master and officers are nationals of EC Member States or of the former Yugoslav Republic of Macedonia; and
- (e) of which at least 75 % of the crew are nationals of EC Member States or of the former Yugoslav Republic of Macedonia.

Article 5

Sufficiently worked or processed products

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

The conditions referred to above indicate, for all products covered by the Agreement, the working or processing which must be carried out on non-originating materials used in manufacturing and apply only in relation to such materials. Accordingly, it follows that if a product, which has acquired originating status by fulfilling the conditions set out in the list is used in the manufacture of another product, the conditions applicable to the product in which it is incorporated do not apply to it, and no account shall be taken of the non-originating materials which may have been used in its manufacture.

2. Notwithstanding paragraph 1, non-originating materials which, according to the conditions set out in the list, should not be used in the manufacture of a product may nevertheless be used, provided that:

- (a) their total value does not exceed 10 % of the ex-works price of the product;

- (b) any of the percentages given in the list for the maximum value of non-originating materials are not exceeded through the application of this paragraph.

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

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

Article 6

Insufficient working or processing operations

1. Without prejudice to paragraph 2, the following operations shall be considered as insufficient working or processing to confer the status of originating products, whether or not the requirements of Article 5 are satisfied:

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

2. All the operations carried out in either the Community or the former Yugoslav Republic of Macedonia on a given product shall be considered together when determining whether the working or

processing undergone by that product is to be regarded as insufficient within the meaning of paragraph 1.

Article 7

Unit of qualification

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

Accordingly, it follows that:

- (a) when a product composed of a group or assembly of articles is classified under the terms of the Harmonized System in a single heading, the whole constitutes the unit of qualification;
 - (b) when a consignment consists of a number of identical products classified under the same heading of the Harmonized System, each product must be taken individually when applying the provisions of this Protocol.
2. Where, under General Rule 5 of the Harmonized System, packaging is included with the product for classification purposes, it shall be included for the purposes of determining origin.

Article 8

Accessories, spare parts and tools

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

Article 9

Sets

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

Article 10

Neutral elements

In order to determine whether a product originates, it shall not be necessary to determine the origin of the following which might be used in its manufacture:

- (a) energy and fuel;
- (b) plant and equipment;
- (c) machines and tools;
- (d) goods which do not enter and which are not intended to enter into the final composition of the product.

TITLE III

TERRITORIAL REQUIREMENTS

Article 11

Principle of territoriality

1. The conditions set out in Title II relative to the acquisition of originating status must be fulfilled without interruption in the Community or the former Yugoslav Republic of Macedonia.

2. If originating goods exported from the Community or the former Yugoslav Republic of Macedonia to another country are returned, they must be considered as non-originating, unless it can be demonstrated to the satisfaction of the customs authorities that:

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

Article 12

Direct transport

1. The preferential treatment provided for under the Agreement applies only to products, satisfying the requirements of this Protocol, which are transported directly between the Community and the former Yugoslav Republic of Macedonia. However, products constituting one single consignment may be transported through other territories with, should the occasion arise, trans-shipment or temporary warehousing in such territories, provided that they remain under the surveillance of the customs authorities in the country of transit or warehousing and do not undergo operations other than unloading, reloading or any operation designed to preserve them in good condition.

Originating products may be transported by pipeline across territory other than that of the Community or the former Yugoslav Republic of Macedonia.

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

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

Article 13

Exhibitions

1. Originating products, sent for exhibition in another country and sold after the exhibition for importation in the Community or the former Yugoslav Republic of Macedonia, shall benefit on importation from the provisions of the Agreement provided it is shown to the satisfaction of the customs authorities that:

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

2. A proof of origin must be issued or made out in accordance with the provisions of Title V and submitted to the customs authorities of the importing country in the normal manner. The name and address of the exhibition must be indicated thereon. Where necessary, additional documentary evidence of the 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 products, and during which the products remain under customs control.

TITLE IV

DRAWBACK OR EXEMPTION

Article 14

Prohibition of drawback of, or exemption from, customs duties

1. Non-originating materials used in the manufacture of products originating in the Community or in the former Yugoslav Republic of Macedonia for which a proof of origin is issued or made out in accordance with the provisions of Title V shall not be subject in the Community or the former Yugoslav Republic of Macedonia to drawback of, or exemption from, customs duties of whatever kind.

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

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

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

5. The provisions of paragraphs 1 to 4 shall apply only in respect of materials which are of the kind to which the Agreement applies. Furthermore, they shall not preclude the application of an export refund system for agricultural products, applicable on export in accordance with the provisions of the Agreement.

6. Notwithstanding paragraph 1, the former Yugoslav Republic of Macedonia may apply arrangements for drawback of, or exemption from, customs duties or charges having an equivalent effect, applicable to materials used in the manufacture of originating products, subject to the following provisions:

- (a) a 5 % rate of customs charge shall be retained in respect of products falling within Chapters 25 to 49 and 64 to 97 of the Harmonized System, or such lower rate as is in force in the former Yugoslav Republic of Macedonia;
- (b) a 10 % rate of customs charge shall be retained in respect of products falling within Chapters 50 to 63 of the Harmonized System, or such lower rate as is in force in the former Yugoslav Republic of Macedonia.

The provisions of this paragraph shall apply until 31 December 1998 and may be reviewed by common accord.

TITLE V

PROOF OF ORIGIN

Article 15

General requirements

1. Products originating in the Community shall, on importation into the former Yugoslav Republic of Macedonia, and products originating in the former Yugoslav Republic of Macedonia shall, on importation into the Community, benefit from this Agreement on submission of either:

- (a) an EUR.1 movement certificate, a specimen of which appears in Annex III; or
- (b) in the cases specified in Article 20 (1), a declaration, the text of which appears in Annex IV, given by the exporter on an invoice, a delivery note or any other commercial document which describes the products concerned in sufficient detail to enable them to be identified (hereinafter referred to as the 'invoice declaration').

2. Notwithstanding paragraph 1, originating products within the meaning of this Protocol shall, in the cases specified in Article 25, benefit from this Agreement without it being necessary to submit any of the documents referred to above.

Article 16

Procedure for the issue of an EUR.1 movement certificate

1. An EUR.1 movement certificate shall be issued by the customs authorities of the exporting country on

application having been made in writing by the exporter or, under the exporter's responsibility, by his authorized representative.

2. For this purpose, the exporter or his authorized representative shall fill out both the EUR.1 movement certificate and the application form, specimens of which appear in Annex III. These forms shall be completed in one of the languages in which this Agreement is drawn up and in accordance with the provisions of the domestic law of the exporting country. If they are handwritten, they shall be completed in ink in printed characters. The description of the products must be given in the box reserved for this purpose without leaving any blank lines. Where the box is not completely filled, a horizontal line must be drawn below the last line of the description, the empty space being crossed through.

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

4. An EUR.1 movement certificate shall be issued by the customs authorities of an EC Member State or the former Yugoslav Republic of Macedonia if the products concerned can be considered as products originating in the Community, the former Yugoslav Republic of Macedonia and fulfil the other requirements of this Protocol.

5. The issuing customs authorities shall take any steps necessary to verify the originating status of the products and the fulfilment of the other requirements of this Protocol. For this purpose, they shall have the right to call for any evidence and to carry out any inspection of the exporter's accounts or any other check considered appropriate. The issuing customs authorities shall also ensure that the forms referred to in paragraph 2 are duly completed. In particular, they shall check whether the space reserved for the description of the products has been completed in such a manner as to exclude all possibility of fraudulent additions.

6. The date of issue of the EUR.1 movement certificate shall be indicated in box 11 of the certificate.

7. An EUR.1 movement certificate shall be issued by the customs authorities and made available to the exporter as soon as actual exportation has been effected or ensured.

Article 17

EUR.1 movement certificates issued retrospectively

1. Notwithstanding Article 16 (7), an EUR.1 movement certificate may exceptionally be issued after exportation of the products to which it relates if:

- (a) it was not issued at the time of exportation because of errors or involuntary omissions or special circumstances; or
- (b) it is demonstrated to the satisfaction of the customs authorities that an EUR.1 movement certificate was issued but was not accepted at importation for technical reasons.

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

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

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

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

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

Article 18

Issue of a duplicate EUR.1 movement certificate

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

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

'DUPLIKAT', 'DUPLICATA', 'DUPLICATO', 'DUPLICAAT', 'DUPLICATE', 'АНТИГРАФ', 'DUPLICADO', 'SEGUNDA VIA', 'KAKSOISKAPPALE', 'ДУПЛИКАТ'.

3. The endorsement referred to in paragraph 2 shall be inserted in the 'Remarks' box of the duplicate EUR.1 movement certificate.

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

Article 19

Issue of EUR.1 movement certificates on the basis of a proof of origin issued or made out previously

When originating products are placed under the control of a customs office in the Community or the former Yugoslav Republic of Macedonia, it shall be possible to replace the original proof of origin by one or more EUR.1 movement certificates for the purpose of sending all or some of these products elsewhere within the Community or the former Yugoslav Republic of Macedonia. The replacement EUR.1 movement certificate(s) shall be issued by the customs office under whose control the products are placed.

Article 20

Conditions for making out an invoice declaration

1. An invoice declaration as referred to in Article 15 (1) (b) may be made out:

- (a) by an approved exporter within the meaning of Article 21, or
- (b) by any exporter for any consignment consisting of one or more packages containing originating products whose total value does not exceed ECU 6 000.

2. An invoice declaration may be made out if the products concerned can be considered as products originating in the Community or the former Yugoslav Republic of Macedonia and fulfil the other requirements of this Protocol.

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

4. An invoice declaration shall be made out by the exporter by typing, stamping or printing on the invoice,

the delivery note or another commercial document, the declaration, the text of which appears in Annex IV, using one of the linguistic versions set out in that Annex and in accordance with the provisions of the domestic law of the exporting country. If the declaration is handwritten, it shall be written in ink in printed characters.

5. Invoice declarations shall bear the original signature of the exporter in manuscript. However, an approved exporter within the meaning of Article 21 shall not be required to sign such declarations provided that he gives the customs authorities of the exporting country a written undertaking that he accepts full responsibility for any invoice declaration which identifies him as if it had been signed in manuscript by him.

6. An invoice declaration may be made out by the exporter when the products to which it relates are exported, or after exportation on condition that it is presented in the importing country no longer than two years after the importation of the products to which it relates.

Article 21

Approved exporter

1. The customs authorities of the exporting country may authorize any exporter who makes frequent shipments of products under this Agreement to make out invoice declarations irrespective of the value of the products concerned. An exporter seeking such authorization must offer to the satisfaction of the customs authorities all guarantees necessary to verify the originating status of the products as well as the fulfilment of the other requirements of this Protocol.

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

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

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

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

Article 22

Validity of proof of origin

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

2. Proofs of origin which are submitted to the customs authorities of the importing country after the final date for presentation specified in paragraph 1 may be accepted for the purpose of applying preferential treatment, where the failure to submit these documents by the final date set is due to exceptional circumstances.

3. In other cases of belated presentation, the customs authorities of the importing country may accept the proofs of origin where the products have been submitted before the said final date.

Article 23

Submission of proof of origin

Proofs of origin shall be submitted to the customs authorities of the importing country in accordance with the procedures applicable in that country. The said authorities may require a translation of a proof of origin and may also require the import declaration to be accompanied by a statement from the importer to the effect that the products meet the conditions required for the implementation of the Agreement.

Article 24

Importation by instalments

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

Article 25

Exemptions from proof of origin

1. Products sent as small packages from private persons to private persons or forming part of travellers' personal luggage shall be admitted as originating products without requiring the submission of a proof of origin, provided that such products are not imported by way of trade and have been declared as meeting the requirements of this Protocol and where there is no doubt as to the veracity of such a declaration. In the case of products sent by post, this declaration can be made on the customs declaration C2/CP3 or on a sheet of paper annexed to that document.

2. Imports which are occasional and consist solely of products for the personal use of the recipients or

travellers or their families shall not be considered as imports by way of trade if it is evident from the nature and quantity of the products that no commercial purpose is in view.

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

Article 26

Supporting documents

The documents referred to in Articles 16 (3) and 20 (3) used for the purpose of proving that products covered by an EUR.1 movement certificate or an invoice declaration can be considered as products originating in the Community or the former Yugoslav Republic of Macedonia and fulfil the other requirements of this Protocol may consist *inter alia* of the following:

- (a) direct evidence of the processes carried out by the exporter or supplier to obtain the goods concerned, contained for example in his accounts or internal bookkeeping;
- (b) documents proving the originating status of materials used, issued or made out in the Community or the former Yugoslav Republic of Macedonia where these documents are used in accordance with domestic law;
- (c) documents proving the working or processing of materials in the Community or the former Yugoslav Republic of Macedonia, issued or made out in the Community or the former Yugoslav Republic of Macedonia, where these documents are used in accordance with domestic law;
- (d) EUR.1 movement certificates or invoice declarations proving the originating status of materials used, issued or made out in the Community or the former Yugoslav Republic of Macedonia in accordance with this Protocol in accordance with this Protocol.

Article 27

Preservation of proof of origin and supporting documents

1. The exporter applying for the issue of an EUR.1 movement certificate shall keep for at least three years the documents referred to in Article 16 (3).
2. The exporter making out an invoice declaration shall keep for at least three years a copy of the invoice declaration as well as the documents referred to in Article 20 (3).

3. The customs authorities of the exporting country issuing an EUR.1 movement certificate shall keep for at least three years the application form referred to in Article 16 (2).

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

Article 28

Discrepancies and formal errors

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

2. Obvious formal errors such as typing errors on a proof of origin should not cause this document to be rejected if these errors are not such as to create doubts concerning the correctness of the statements made in this document.

Article 29

Amounts expressed in ecu

1. Amounts in the national currency of the exporting country equivalent to the amounts expressed in ecu shall be fixed by the exporting country and communicated to the importing countries through the Commission of the European Communities.

2. When the amounts exceed the corresponding amounts fixed by the importing country, the latter shall accept them if the products are invoiced in the currency of the exporting country. When the products are invoiced in the currency of another EC Member State the importing country shall recognize the amount notified by the country concerned.

3. The amounts to be used in any given national currency shall be the equivalent in that national currency of the amounts expressed in ecu as at the first working day in October 1996.

4. The amounts expressed in ecu and their equivalents in the national currencies of the EC Member States and the former Yugoslav Republic of Macedonia shall be reviewed by the Cooperation Council at the request of the Community or the former Yugoslav Republic of Macedonia. When carrying out this review, the Cooperation Council shall ensure that there will be no decrease in the amounts to be used in any national

currency and shall furthermore consider the desirability of preserving the effects of the limits concerned in real terms. For this purpose, it may decide to modify the amounts expressed in ecu.

TITLE VI

ARRANGEMENTS FOR ADMINISTRATIVE COOPERATION

Article 30

Mutual assistance

1. The customs authorities of the EC Member States and of the former Yugoslav Republic of Macedonia shall provide each other, through the Commission of the European Communities, with specimen impressions of stamps used in their customs offices for the issue of EUR.1 movement certificates and with the addresses of the customs authorities responsible for verifying those certificates and invoice declarations.

2. In order to ensure the proper application of this Protocol, the Community and the former Yugoslav Republic of Macedonia shall assist each other, through the competent customs administrations, in checking the authenticity of the EUR.1 movement certificates or the invoice declarations and the correctness of the information given in these documents.

Article 31

Verification of proofs of origin

1. Subsequent verifications of proofs of origin shall be carried out at random or whenever the customs authorities of the importing country have reasonable doubts as to the authenticity of such documents, the originating status of the products concerned or the fulfilment of the other requirements of this Protocol.

2. For the purposes of implementing the provisions of paragraph 1, the customs authorities of the importing country shall return the EUR.1 movement certificate and the invoice, if it has been submitted, the invoice declaration, or a copy of these documents, to the customs authorities of the exporting country giving, where appropriate, the reasons for the enquiry. Any documents and information obtained suggesting that the information given on the proof of origin is incorrect shall be forwarded in support of the request for verification.

3. The verification shall be carried out by the customs authorities of the exporting country. For this purpose, they shall have the right to call for any evidence and to

carry out any inspection of the exporter's accounts or any other check considered appropriate.

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

5. The customs authorities requesting the verification shall be informed of the results of this verification as soon as possible. These results must indicate clearly whether the documents are authentic and whether the products concerned can be considered as products originating in the Community or the Former Yugoslav Republic of Macedonia and fulfil the other requirements of this Protocol.

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

Article 32

Dispute settlement

Where disputes arise in relation to the verification procedures of Article 31 which cannot be settled between the customs authorities requesting a verification and the customs authorities responsible for carrying out this verification or where they raise a question as to the interpretation of this Protocol, they shall be submitted to the Cooperation Council.

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

Article 33

Penalties

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

Article 34

Free zones

1. The Community and the former Yugoslav Republic of Macedonia shall take all necessary steps to ensure that products traded under cover of a proof of origin which in

the course of transport use a free zone situated in their territory, are not substituted by other goods and do not undergo handling other than normal operations designed to prevent their deterioration.

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

TITLE VII

CEUTA AND MELILLA

Article 35

Application of the Protocol

1. The term 'Community' used in Article 2 does not cover Ceuta and Melilla.

2. Products originating in the former Yugoslav Republic of Macedonia, when imported into Ceuta or Melilla, shall enjoy in all respects the same customs regime as that which is applied to products originating in the customs territory of the Community pursuant to Protocol 2 of the Act of Accession of the Kingdom of Spain and the Portuguese Republic to the European Communities. The former Yugoslav Republic of Macedonia shall grant to imports of products covered by the Agreement and originating in Ceuta and Melilla the same customs regime as that which is granted to products imported from and originating in the Community.

3. For the purpose of the application of paragraph 2 concerning products originating in Ceuta and Melilla, this Protocol shall apply *mutatis mutandis* subject to the special conditions set out in Article 36.

Article 36

Special conditions

1. Providing they have been transported directly in accordance with the provisions of Article 12, the following shall be considered as:

(1) products originating in Ceuta and Melilla:

(a) products wholly obtained in Ceuta and Melilla;

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

- (i) the said products have undergone sufficient working or processing within the meaning of Article 5 of this Protocol; or that
 - (ii) the products are originating in the former Yugoslav Republic of Macedonia or the Community within the meaning of this Protocol, provided that they have been submitted to working or processing which goes beyond the insufficient working or processing referred to in Article 6 (1);
- (2) products originating in the former Yugoslav Republic of Macedonia:
- (a) products wholly obtained in the former Yugoslav Republic of Macedonia;
 - (b) products obtained in the former Yugoslav Republic of Macedonia, in the manufacture of which products other than those referred to in (a) are used, provided that:
 - (i) the said products have undergone sufficient working or processing within the meaning of Article 5 of this Protocol; or that
 - (ii) the products are originating in Ceuta and Melilla or the Community within the meaning of this Protocol, provided that they have been submitted to working or

processing which goes beyond the insufficient working or processing referred to in Article 6 (1).

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

3. The exporter or his authorized representative shall enter 'the former Yugoslav Republic of Macedonia' and 'Ceuta and Melilla' in box 2 of EUR.1 movement certificates or on invoice declarations. In addition, in the case of products originating in Ceuta and Melilla, this shall be indicated in box 4 of EUR.1 movement certificates or on invoice declarations.

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

TITLE VIII

FINAL PROVISIONS

Article 37

Amendments to the Protocol

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

ANNEX I

INTRODUCTORY NOTES TO THE LIST IN ANNEX II

Note 1:

The list sets out the conditions required for all products to be considered as sufficiently worked or processed within the meaning of Article 5 of the Protocol.

Note 2:

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

Note 3:

- 3.1. The provisions of Article 5 of the Protocol concerning products having acquired originating status which are used in the manufacture of other products apply regardless of whether this status has been acquired inside the factory where these products are used or in another factory in the Community or in the former Yugoslav Republic Macedonia.

Example:

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

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

- 3.2. The rule in the list represents the minimum amount of working or processing required and the carrying out of more working or processing also confers originating status; conversely, the carrying out of less working or processing cannot confer originating status. Thus if a rule provides that non-originating material at a certain level of manufacture may be used, the use of such material at an earlier stage of manufacture is allowed and the use of such material at a later stage is not.
- 3.3. Without prejudice to Note 3.2 where a rule states that 'materials of any heading' may be used, materials of the same heading as the product may also be used, subject, however, to any specific limitations which may also be contained in the rule. However, the expression 'manufacture from

materials of any heading, including other materials of heading No ...' means that only materials classified in the same heading as the product of a different description than that of the product as given in column 2 of the list may be used.

- 3.4. When a rule in the list specifies that a product may be manufactured from more than one material, this means that any one or more materials may be used. It does not require that all be used.

Example:

The rule for fabrics of heading Nos 5208 to 5212 provides that natural fibres may be used and that chemical materials, among other materials, may also be used. This does not mean that both have to be used; it is possible to use one or the other or both.

- 3.5. Where a rule in the list specifies that a product must be manufactured from a particular material, the condition obviously does not prevent the use of other materials which, because of their inherent nature, cannot satisfy the rule. (See also Note 6.2 below in relation to textiles).

Example:

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

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

Example:

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

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

Note 4:

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

Note 5:

- 5.1. Where for a given product in the list a reference is made to this note, the conditions set out in column 3 shall not be applied to any basic textile materials, used in the manufacture of this product, which, taken together, represent 10% or less of the total weight of all the basic textile materials used. (See also Notes 5.3 and 5.4 below).

- 5.2. However, the tolerance mentioned in Note 5.1 may only be applied to mixed products which have been made from two or more basic textile materials.

The following are the basic textile materials:

- silk,
- wool,
- coarse animal hair,
- fine animal hair,
- horsehair,
- cotton,
- paper-making materials and paper,
- flax,
- true hemp,
- jute and other textile bast fibres,
- sisal and other textile fibres of the genus *Agave*,
- coconut, abaca, ramie and other vegetable textile fibres,
- synthetic man-made filaments,
- artificial man-made filaments,
- synthetic man-made staple fibres of polypropylene,
- synthetic man-made staple fibres of polyester,
- synthetic man-made staple fibres of polyamide,
- synthetic man-made staple fibres of polyacrylonitrile,
- synthetic man-made staple fibres of polyimide,
- synthetic man-made staple fibres of polytetrafluoroethylene,
- synthetic man-made staple fibres of polyphenylene sulphide,
- synthetic man-made staple fibres of polyvinyl chloride,
- other synthetic man-made staple fibres,
- artificial man-made staple fibres of viscose,
- other artificial man-made staple fibres,
- yarn made of polyurethane segmented with flexible segments of polyether whether or not gimped,
- yarn made of polyurethane segmented with flexible segments of polyester whether or not gimped,
- products of heading No 5605 (metallized yarn) incorporating strip consisting of a core of aluminium foil or of a core of plastic film whether or not coated with aluminium powder, of a width not exceeding 5 mm, sandwiched by means of a transparent or coloured adhesive between two layers of plastic film,
- other products of heading No 5605.

Example:

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

Example:

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

Example:

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

Example:

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

Example:

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

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

Note 6:

- 6.1. In the case of those textile products which are marked in the list by a footnote referring to this note, textile materials, with the exception of linings and interlinings, which do not satisfy the rule set out in the list in column 3 for the made-up product concerned may be used provided that they are classified in a heading other than that of the product and that their value does not exceed 8% of the ex-works price of the product.
- 6.2. Without prejudice to Note 6.3, materials which are not classified within Chapters 50 to 63 may be used freely in the manufacture of textile products, whether or not they contain textiles.

Example:

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

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

Note 7:

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

⁽¹⁾ See additional explanatory note 4 (b) to Chapter 27 of the combined nomenclature.

7.2. For the purposes of heading Nos 2710, 2711 and 2712, the 'specific processes' are the following:

- (a) vacuum distillation;
- (b) redistillation by a very thorough fractionation process⁽¹⁾;
- (c) cracking;
- (d) reforming;
- (e) extraction by means of selective solvents;
- (f) the process comprising all the following operations: processing with concentrated sulphuric acid, oleum or sulphuric anhydride; neutralization with alkaline agents; decolorization and purification with naturally active earth, activated earth, activated charcoal or bauxite;
- (g) polymerization;
- (h) alkylation;
- (ij) isomerization;
- (k) in respect of heavy oils falling within heading No ex 2710 only, desulphurization with hydrogen resulting in a reduction of at least 85 % of the sulphur content of the products processed (ASTM D 1266-59 T method);
- (l) in respect of products falling within heading No 2710 only, deparaffining by a process other than filtering;
- (m) in respect of heavy oils falling within heading No ex 2710 only, treatment with hydrogen at a pressure of more than 20 bar and a temperature of more than 250 °C with the use of a catalyst, other than to effect desulphurization, when the hydrogen constitutes an active element in a chemical reaction. The further treatment with hydrogen of lubricating oils of heading No ex 2710 (e.g. hydrofinishing or decolorization) in order, more especially, to improve colour or stability shall not, however, be deemed to be a specific process;
- (n) in respect of fuel oils falling within heading No ex 2710 only, atmospheric distillation, on condition that less than 30 % of these products distil, by volume, including losses, at 300 °C by the ASTM D 86 method;
- (o) in respect of heavy oils other than gas oils and fuel oils falling within heading No ex 2710 only, treatment by means of a high-frequency electrical brush-discharge.

7.3. For the purposes of heading Nos ex 2707, 2713 to 2715, ex 2901, ex 2902 and ex 3403, simple operations such as cleaning, decanting, desalting, water separation, filtering, colouring, marking, obtaining a sulphur content as a result of mixing products with different sulphur content, any combination of these operations or like operations do not confer origin.

⁽¹⁾ See additional explanatory note 4 (b) to Chapter 27 of the combined nomenclature.

ANNEX II

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

*The products mentioned in the list may not all be covered by the Agreement. It is therefore necessary to
consult the other parts of the Agreement*

HS heading No	Description of product	Working or processing carried out on non-originating materials that confers originating status	
(1)	(2)	(3)	or (4)
Chapter 1	Live animals	All the animals of Chapter 1 used must be wholly obtained	
Chapter 2	Meat and edible meat offal	Manufacture in which all the materials of Chapters 1 and 2 used must be wholly obtained	
Chapter 3	Fish and crustaceans, molluscs and other aquatic invertebrates	Manufacture in which all the materials of Chapter 3 used must be wholly obtained	
ex Chapter 4	Dairy produce; birds' eggs; natural honey; edible products of animal origin, not elsewhere specified or included; except for:	Manufacture in which all the materials of Chapter 4 used must be wholly obtained	
0403	Buttermilk, curdled milk and cream, yoghurt, kephir and other fermented or acidified milk and cream, whether or not concentrated or containing added sugar or other sweetening matter or flavour or containing added fruit, nuts or cocoa	Manufacture in which: — all the materials of Chapter 4 used must be wholly obtained; — any fruit juice (except those of pineapple, lime or grapefruit) of heading No 2009 used must already be originating; — the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product	
ex Chapter 5	Products of animal origin, not elsewhere specified or included; except for:	Manufacture in which all the materials of Chapter 5 used must be wholly obtained	
ex 0502	Prepared pigs', hogs' or boars' bristles and hair	Cleaning, disinfecting, sorting and straightening of bristles and hair	

(1)	(2)	(3)	or	(4)
Chapter 6	Live trees and other plants; bulbs, roots and the like; cut flowers and ornamental foliage	Manufacture in which: — all the materials of Chapter 6 used must be wholly obtained; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		
Chapter 7	Edible vegetables and certain roots and tubers	Manufacture in which all the materials of Chapter 7 used must be wholly obtained		
Chapter 8	Edible fruit and nuts; peel of citrus fruits or melons	Manufacture in which: — all the fruit and nuts used must be wholly obtained; — the value of any materials of Chapter 17 used does not exceed 30 % of the value of the ex-works price of the product		
ex Chapter 9	Coffee, tea, maté and spices; except for:	Manufacture in which all the materials of Chapter 9 used must be wholly obtained		
0901	Coffee, whether or not roasted or decaffeinated; coffee husks and skins; coffee substitutes containing coffee in any proportion	Manufacture from materials of any heading		
0902	Tea, whether or not flavoured	Manufacture from materials of any heading		
ex 0910	Mixtures of spices	Manufacture from materials of any heading		
Chapter 10	Cereals	Manufacture in which all the materials of Chapter 10 used must be wholly obtained		
ex Chapter 11	Products of the milling industry; malt; starches; inulin; wheat gluten; except for:	Manufacture in which all the cereals, edible vegetables, roots and tubers of heading No 0714 or fruit used must be wholly obtained		
ex 1106	Flour, meal and powder of the dried, shelled leguminous vegetables of heading No 0713	Drying and milling of leguminous vegetables of heading No 0708		

(1)	(2)	(3)	or	(4)
Chapter 12	Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder	Manufacture in which all the materials of Chapter 12 used must be wholly obtained		
1301	Lac; natural gums, resins, gum-resins and oleoresins (for example, balsams)	Manufacture in which the value of any materials of heading No 1301 used may not exceed 50 % of the ex-works price of the product		
1302	Vegetable saps and extracts; pectic substances, pectinates and pectates; agar-agar and other mucilages and thickeners, whether or not modified, derived from vegetable products:			
	— Mucilages and thickeners, modified, derived from vegetable products	Manufacture from non-modified mucilages and thickeners		
	— Other	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		
Chapter 14	Vegetable plaiting materials; vegetable products not elsewhere specified or included	Manufacture in which all the materials of Chapter 14 used must be wholly obtained		
ex Chapter 15	Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animals or vegetable waxes; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
1501	Pig fat (including lard) and poultry fat, other than that of heading No 0209 or 1503:			
	— Fats from bones or waste	Manufacture from materials of any heading except those of heading Nos 0203, 0206 or 0207 or bones of heading No 0506		
	— Other	Manufacture from meat or edible offal of swine of heading No 0203 or 0206 or of meat and edible offal of poultry of heading No 0207		
1502	Fats of bovine animals, sheep or goats, other than those of heading No 1503			
	— Fats from bones or waste	Manufacture from materials of any heading except those of heading Nos 0201, 0202, 0204 or 0206 or bones of heading No 0506		

(1)	(2)	(3)	or (4)
1502 (cont'd)	— Other	Manufacture in which all the materials of Chapter 2 used must be wholly obtained	
1504	Fats and oils and their fractions, of fish or marine mammals, whether or not refined, but not chemically modified:		
	— Solid fractions	Manufacture from materials of any heading including other materials of heading No 1504	
	— Other	Manufacture in which all the materials of Chapters 2 and 3 used must be wholly obtained	
ex 1505	Refined lanolin	Manufacture from crude wool grease of heading No 1505	
1506	Other animals fats and oils and their fractions, whether or not refined, but not chemically modified:		
	— Solid fractions	Manufacture from materials of any heading including other materials of heading No 1506	
	— Other	Manufacture in which all the materials of Chapter 2 used must be wholly obtained	
1507 to 1515	Vegetable oils and their fractions:		
	— Soya, ground nut, palm, copra, palm kernel, babassu, tung and oiticica oil, myrtle wax and Japan wax, fractions of jojoba oil and oils for technical or industrial uses other than the manufacture of foodstuffs for human consumption	Manufacture in which all the materials used are classified within a heading other than that of the product	
	— Solid fractions, except for that of jojoba oil	Manufacture from other materials of heading Nos 1507 to 1515	
	— Other	Manufacture in which all the vegetable materials used must be wholly obtained	
1516	Animal or vegetable fats and oils and their fractions, partly or wholly hydrogenated, inter-esterified, re-esterified or elaidinized, whether or not refined, but not further prepared	Manufacture in which: — all the materials of Chapter 2 used must be wholly obtained; — all the vegetable materials used must be wholly obtained. However, materials of heading Nos 1507, 1508, 1511 and 1513 may be used	

(1)	(2)	(3) or	(4)
1517	Margarine; edible mixtures or preparations of animal or vegetable fats or oils or of fractions of different fats or oils of this Chapter, other than edible fats or oils or their fractions of heading No 1516	Manufacture in which: — all the materials of Chapters 2 and 4 used must be wholly obtained; — all the vegetable materials used must be wholly obtained. However, materials of heading Nos 1507, 1508, 1511 and 1513 Nos be used	
Chapter 16	Preparations of meat, of fish or of crustaceans, molluscs or other aquatic invertebrates	Manufacture from animals of Chapter 1. All the materials of Chapter 3 used must be wholly obtained	
ex Chapter 17	Sugars and sugar confectionery; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 1701	Cane or beet sugar and chemically pure sucrose, in solid form, flavoured or coloured	Manufacture in which the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
1702	Other sugars, including chemically pure lactose, maltose, glucose and fructose, in solid form; sugar syrups not containing added flavouring or colouring matter; artificial honey, whether or not mixed with natural honey; caramel: — Chemically pure maltose and fructose — Other sugars in solid form, flavoured or coloured — Other	Manufacture from materials of any heading including other materials of heading No 1702 Manufacture in which the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product Manufacture in which all the materials used must already be originating	
ex 1703	Molasses resulting from the extraction or refining of sugar, flavoured or coloured	Manufacture in which the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	

(1)	(2)	(3) or	(4)
1704	Sugar confectionery (including white chocolate), not containing cocoa	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
Chapter 18	Cocoa and cocoa preparations	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
1901	Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa or containing less than 40 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included; food preparations of goods of heading Nos 0401 to 0404, not containing cocoa or containing less than 5 % by weight of cocoa calculated on a totally defatted basis, not elsewhere specified or included: — Malt extract — Other	Manufacture from cereals of Chapter 10 Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
1902	Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared: — Containing 20 % or less by weight of meat, meat offal, fish, crustaceans or molluscs	Manufacture in which all the cereals and derivatives (except durum wheat and its derivatives) used must be wholly obtained	

(1)	(2)	(3) or	(4)
1902 (cont'd)	— Containing more than 20 % by weight of meat, meat offal, fish, crustaceans or molluscs	Manufacture in which: — all cereals and derivatives (except durum wheat and its derivatives) used must be wholly obtained; — all the materials of Chapters 2 and 3 used must be wholly obtained	
1903	Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or in similar forms	Manufacture from materials of any heading except potato starch of heading No 1108	
1904	Prepared foods obtained by the swelling or roasting of cereals or cereal products (for example, corn flakes); cereals (other than maize (corn)) in grain form or in the form of flakes or other worked grains (except flour and meal), pre-cooked, or otherwise prepared, not elsewhere specified or included	Manufacture: — from materials not classified within heading No 1806; — in which all the cereals and flour (except durum wheat and its derivatives) used must be wholly obtained; — in which the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
1905	Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products	Manufacture from materials of any heading except those of Chapter 11	
ex Chapter 20	Preparations of vegetables, fruit, nuts or other parts of plants; except for:	Manufacture in which all the fruit, nuts or vegetables used must be wholly obtained	
ex 2001	Yams, sweet potatoes and similar edible parts of plants containing 5 % or more by weight of starch, prepared or preserved by vinegar or acetic acid	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 2004 and ex 2005	Potatoes in the form of flour, meal or flakes, prepared or preserved otherwise than by vinegar or acetic acid	Manufacture in which all the materials used are classified within a heading other than that of the product	
2006	Vegetables, fruit, nuts, fruit-peel and other parts of plants, preserved by sugar (drained, glacé or crystallized)	Manufacture in which the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
2007	Jams, fruit jellies, marmalades, fruit or nut purée and fruit or nut pastes, being cooked preparations, whether or not containing added sugar or other sweetening matter	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
ex 2008	— Nuts, not containing added sugar or spirits — Peanut butter; mixtures based on cereals; palm hearts; maize (corn) — Other except for fruit and nuts cooked otherwise than by steaming or boiling in water, not containing added sugar, frozen	Manufacture in which the value of the originating nuts and oil seeds of heading Nos 0801, 0802 and 1202 to 1207 used exceeds 60 % of the ex-works price of the product Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
2009	Fruit juices and vegetable juices (including grape must), unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30 % of the ex-works price of the product	
ex Chapter 21	Miscellaneous edible preparations; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 2101	Extracts, essences and concentrates, of coffee, tea, maté, roasted chicory and other coffee substitutes	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — all the chicory used must be wholly obtained	

(1)	(2)	(3)	or (4)
2103	Sauces and preparations therefor; mixed condiments and mixed seasonings; mustard flour and meal and prepared mustard: — Sauces and preparations therefor; mixed condiments and mixed seasonings — Mustard flour and meal and prepared mustard	Manufacture in which all the materials used are classified within a heading other than that of the product. However, mustard flour or meal or prepared mustard may be used Manufacture from materials of any heading	
ex 2104	Soups and broths and preparations therefor	Manufacture from materials of any heading except prepared or preserved vegetables of heading Nos 2002 to 2005	
2106	Food preparations not elsewhere specified or included	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product	
ex Chapter 22	Beverages, spirits and vinegar; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — all the grapes or any material derived from grapes used must be wholly obtained	
2202	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured, and other non-alcoholic beverages, not including fruit or vegetable juices of heading No 2009	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of any materials of Chapter 17 used does not exceed 30% of the ex-works price of the product; — any fruit juice used (except for pineapple, lime and grapefruit juices) must already be originating	

(1)	(2)	(3) or	(4)
2208	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 % vol; spirits, liqueurs and other spirituous beverages	Manufacture: — from materials not classified within heading Nos 2207 or 2208, — in which all the grapes or any material derived from grapes used must be wholly obtained or if all the other materials used are already originating, arrack may be used up to a limit of 5 % by volume	
ex Chapter 23	Residues and waste from the food industries; prepared animal fodder; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 2301	Whale meal; flours, meals and pellets of fish or of crustaceans, molluscs or other aquatic invertebrates, unfit for human consumption	Manufacture in which all the materials of Chapters 2 and 3 used must be wholly obtained	
ex 2303	Residues from the manufacture of starch from maize (excluding concentrated steeping liquors), of a protein content, calculated on the dry product, exceeding 40 % by weight	Manufacture in which all the maize used must be wholly obtained	
ex 2306	Oil cake and other solid residues resulting from the extraction of olive oil, containing more than 3 % of olive oil	Manufacture in which all the olives used must be wholly obtained	
2309	Preparations of a kind used in animal feeding	Manufacture in which: — all the cereals, sugar or molasses, meat or milk used must already be originating; — all the materials of Chapter 3 used must be wholly obtained	
ex Chapter 24	Tobacco and manufactured tobacco substitutes; except for:	Manufacture in which all the materials of Chapter 24 used must be wholly obtained	
2402	Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes	Manufacture in which at least 70 % by weight of the unmanufactured tobacco or tobacco refuse of heading No 2401 used must already be originating	

(1)	(2)	(3)	or (4)
ex 2403	Smoking tobacco	Manufacture in which at least 70 % by weight of the unmanufactured tobacco or tobacco refuse of heading No 2401 used must already be originating	
ex Chapter 25	Salt; sulphur; earths and stone; plastering materials, lime and cement; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 2504	Natural crystalline graphite, with enriched carbon content, purified and ground	Enriching of the carbon content, purifying and grinding of crude crystalline graphite	
ex 2515	Marble, merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape, of a thickness not exceeding 25 cm	Cutting, by sawing or otherwise, of marble (even if already sawn) of a thickness exceeding 25 cm	
ex 2516	Granite, porphyry, basalt, sandstone and other monumental and building stone, merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape, of a thickness not exceeding 25 cm	Cutting, by sawing or otherwise, of stone (even if already sawn) of a thickness exceeding 25 cm	
ex 2518	Calcined dolomite	Calcination of dolomite not calcined	
ex 2519	Crushed natural magnesium carbonate (magnesite), in hermetically-sealed containers, and magnesium oxide, whether or not pure, other than fused magnesia or dead-burned (sintered) magnesia	Manufacture in which all the materials used are classified within a heading other than that of the product. However, natural magnesium carbonate (magnesite) may be used	
ex 2520	Plasters specially prepared for dentistry	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 2524	Natural asbestos fibres	Manufacture from asbestos concentrate	
ex 2525	Mica powder	Grinding of mica or mica waste	
ex 2530	Earth colours, calcined or powdered	Calcination or grinding of earth colours	
Chapter 26	Ores, slag and ash	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex Chapter 27	Mineral fuels, mineral oils and products of their distillation; bituminous substances; mineral waxes; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	

(1)	(2)	(3)	or (4)
ex 2707	Oils in which the weight of the aromatic constituents exceeds that of the non-aromatic constituents, being oils similar to mineral oils obtained by distillation of high temperature coal tar, of which more than 65 % by volume distils at a temperature of up to 250 °C (including mixtures of petroleum spirit and benzole), for use as power or heating fuels	Operations of refining and/or one or more specific process(es) ⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
ex 2709	Crude oils obtained from bituminous minerals	Destructive distillation of bituminous materials	
2710	Petroleum oils and oils obtained from bituminous materials, other than crude; preparations not elsewhere specified or included, containing by weight 70 % or more of petroleum oils or of oils obtained from bituminous materials, these oils being the basic constituents of the preparations	Operations of refining and/or one or more specific process(es) ⁽²⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
2711	Petroleum gases and other gaseous hydrocarbons	Operations of refining and/or one or more specific process(es) ⁽²⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
2712	Petroleum jelly; paraffin wax, microcrystalline petroleum wax, slack wax, ozokerite, lignite wax, peat wax, other mineral waxes and similar products obtained by synthesis or by other processes, whether or not coloured	Operations of refining and/or one or more specific process(es) ⁽²⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	

⁽¹⁾ For the special conditions relating to 'specific processes' see Introductory Notes 7.1 and 7.3.

⁽²⁾ For the special conditions relating to 'specific processes' see Introductory Note 7.2.

(1)	(2)	(3) or	(4)
2713	Petroleum coke, petroleum bitumen and other residues of petroleum oils or of oils obtained from bituminous materials	Operations of refining and/or one or more specific process(es)⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
2714	Bitumen and asphalt, natural; bituminous or oil shale and tar sands; asphaltites and asphaltic rocks	Operations of refining and/or one or more specific process(es)⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
2715	Bituminous mixtures based on natural asphalt, on natural bitumen, on petroleum bitumen, on mineral tar or on mineral tar pitch	Operations of refining and/or one or more specific process(es)⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
ex Chapter 28	Inorganic chemicals; organic or inorganic compounds of precious metals, of rare-earth metals, of radioactive elements or of isotopes; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 2805	'Mischmetall'	Manufacture by electrolytic or thermal treatment in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	

⁽¹⁾ For the special conditions relating to 'specific processes' see Introductory Notes 7.1 and 7.3.

(1)	(2)	(3)	or (4)
ex 2811	Sulphur trioxide	Manufacture from sulphur dioxide	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 2833	Aluminium sulphate	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 2840	Sodium perborate	Manufacture from disodium tetraborate pentahydrate	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex Chapter 29	Organic chemicals; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 2901	Acyclic hydrocarbons for use as power or heating fuels	Operations of refining and/or one or more specific process(es) ⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product	
ex 2902	Cyclanes and cyclenes (other than azulenes), benzene, toluene, xylenes, for use as power or heating fuels	Operations of refining and/or one or more specific process(es) ⁽¹⁾ or Other operations in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used, provided their value does not exceed 50 % of the ex-works price of the product	

⁽¹⁾ For the special conditions relating to 'specific processes' see Introductory Notes 7.1 and 7.3.

(1)	(2)	(3) or	(4)
ex 2905	Metal alcoholates of alcohols of this heading and of ethanol	Manufacture from materials of any heading, including other materials of heading No 2905. However, metal alcoholates of this heading may be used, provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
2915	Saturated acyclic monocarboxylic acids and their anhydrides, halides, peroxides and peroxyacids; their halogenated, sulphonated, nitrated or nitrosated derivatives	Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2915 and 2916 used may not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 2932	— Internal ethers and their halogenated, sulphonated, nitrated or nitrosated derivatives — Cyclic acetals and internal hemiacetals and their halogenated, sulphonated, nitrated or nitrosated derivatives	Manufacture from materials of any heading. However, the value of all the materials of heading No 2909 used may not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
2933	Heterocyclic compounds with nitrogen hetero-atom(s) only	Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2932 and 2933 used may not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
2934	Nucleic acids and their salts; other heterocyclic compounds	Manufacture from materials of any heading. However, the value of all the materials of heading Nos 2932, 2933 and 2934 used may not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex Chapter 30	Pharmaceutical products; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	
3002	Human blood; animal blood prepared for therapeutic, prophylactic or diagnostic uses; antisera and other blood fractions and modified immunological products, whether or not obtained by means of biotechnological processes; vaccines, toxins, cultures of micro-organisms (excluding yeasts) and similar products:		

(1)	(2)	(3) or	(4)
3002 (cont'd)	— Products consisting of two or more constituents which have been mixed together for therapeutic or prophylactic uses or unmixed products for these uses, put up in measured doses or in forms or packings for retail sale — Other: — — human blood — — animal blood prepared for therapeutic or prophylactic uses — — blood fractions other than antisera, haemoglobin and serum globulin — — haemoglobin, blood globulin and serum globulin — — other	Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product Manufacture from materials of any heading, including other materials of heading No 3002. The materials of this description may also be used, provided their value does not exceed 20 % of the ex-works price of the product	
3003 and 3004	Medicaments (excluding goods of heading Nos 3002, 3005 or 3006): — Obtained from amikacin of heading No 2941	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials of heading No 3003 or 3004 may be used provided their value, taken together, does not exceed 20 % of the ex works price of the product	

(1)	(2)	(3) or	(4)
3003 and 3004 (cont'd)	— Other	Manufacture in which: — all the materials used are classified within a heading other than that of the product. However, materials of heading No 3003 or 3004 may be used provided their value, taken together, does not exceed 20 % of the ex-works price of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex Chapter 31	Fertilizers; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3105	Mineral or chemical fertilizers containing two or three of the fertilizing elements nitrogen, phosphorous and potassium; other fertilizers; goods of this Chapter, in tablets or similar forms or in packages of a gross weight not exceeding 10 kg, except for: — sodium nitrate — calcium cyanamide — potassium sulphate — magnesium potassium sulphate	Manufacture in which: — all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex Chapter 32	Tanning or dyeing extracts; tannins and their derivatives; dyes, pigments and other colouring matter; paints and varnishes; putty and other mastics; inks; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3201	Tannins and their salts, ethers, esters and other derivatives	Manufacture from tanning extracts of vegetable origin	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product

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

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

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

⁽³⁾ For the special conditions relating to 'specific processes' see Introductory Notes 7.1 and 7.3.

(1)	(2)	(3)	or (4)
3404	Artificial waxes and prepared waxes: — With a basis of paraffin, petroleum waxes, waxes obtained from bituminous minerals, slack wax or scale wax — Other	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product Manufacture from materials of any heading, except: — hydrogenated oils having the character of waxes of heading No 1516; — fatty acids not chemically defined or industrial fatty alcohols having the character of waxes of heading No 3823; — materials of heading No 3404 However, these materials may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex Chapter 35	Albuminoidal substances; modified starches; glues; enzymes; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
3505	Dextrins and other modified starches (for example, pregelatinized or esterified starches); glues based on starches, or on dextrins or other modified starches: — Starch ethers and esters — Other	Manufacture from materials of any heading, including other materials of heading No 3505 Manufacture from materials of any heading, except those of heading No 1108	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3507	Prepared enzymes not elsewhere specified or included	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	

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

(1)	(2)	(3)	or	(4)
ex Chapter 38	Miscellaneous chemical products; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3801	— Colloidal graphite in suspension in oil and semi-colloidal graphite; carbonaceous pastes for electrodes	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		
	— Graphite in paste form, being a mixture of more than 30 % by weight of graphite with mineral oils	Manufacture in which the value of all the materials of heading No 3403 used does not exceed 20 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3803	Refined tall oil	Refining of crude tall oil		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3805	Spirits of sulphate turpentine, purified	Purification by distillation or refining of raw spirits of sulphate turpentine		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3806	Ester gums	Manufacture from resin acids		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 3807	Wood pitch (wood tar pitch)	Distillation of wood tar		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
3808	Insecticides, rodenticides, fungicides, herbicides, anti-sprouting products and plant-growth regulators, disinfectants and similar products, put up in forms or packings for retail sale or as preparations or articles (for example, sulphur-treated bands, wicks and candles, and fly-papers)	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the products		
3809	Finishing agents, dye carriers to accelerate the dyeing or fixing of dyestuffs and other products and preparations (for example, dressings and mordants), of a kind used in the textile, paper, leather or like industries, not elsewhere specified or included	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the products		

(1)	(2)	(3)	or (4)
3810	Pickling preparations for metal surfaces; fluxes and other auxiliary preparations for soldering, brazing or welding; soldering, brazing or welding powders and pastes consisting of metal and other materials; preparations of a kind used as cores or coatings for welding electrodes or rods	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the products	
3811	Anti-knock preparations, oxidation inhibitors, gum inhibitors, viscosity improvers, anti-corrosive preparations and other prepared additives, for mineral oils (including gasoline) or for other liquids used for the same purposes as mineral oils:		
	— Prepared additives for lubricating oil, containing petroleum oils or oils obtained from bituminous minerals	Manufacture in which the value of all the materials of heading No 3811 used does not exceed 50 % of the ex-works price of the product	
	— Other	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3812	Prepared rubber accelerators; compound plasticizers for rubber or plastics, not elsewhere specified or included; anti-oxidizing preparations and other compound stabilizers for rubber or plastics	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3813	Preparations and charges for fire-extinguishers; charged fire-extinguishing grenades	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3814	Organic composite solvents and thinners, not elsewhere specified or included; prepared paint or varnish removers	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3818	Chemical elements doped for use in electronics, in the form of discs, wafers or similar forms; chemical compounds doped for use in electronics	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3819	Hydraulic brake fluids and other prepared liquids for hydraulic transmission, not containing or containing less than 70 % by weight of petroleum oils or oils obtained from bituminous minerals	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3820	Anti-freezing preparations and prepared de-icing fluids	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
3822	Diagnostic or laboratory reagents on a backing and prepared diagnostic or laboratory reagents, whether or not on a backing, other than those of heading No 3002 or 3006	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
3823	Industrial monocarboxylic fatty acids; acid oils from refining; industrial fatty alcohols — Industrial monocarboxylic fatty acids, acid oils from refining — Industrial fatty alcohols	Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture from materials of any heading including other materials of heading No 3823	
3824	Prepared binders for foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included: — The following of this heading: Prepared binders for foundry moulds or cores based on natural resinous products Naphthenic acids, their water insoluble salts and their esters Sorbitol other than that of heading No 2905 Petroleum sulphonates, excluding petroleum sulphonates of alkali metals, of ammonium or of ethanolamines; thiophenated sulphonic acids of oils obtained from bituminous minerals, and their salts Ion exchangers Getters for vacuum tubes Alkaline iron oxide for the purification of gas Ammoniacal gas liquors and spent oxide produced in coal gas purification Sulphonaphthenic acids, their water insoluble salts and their esters Fusel oil and Dippel's oil Mixtures of salts having different anions Copying pastes with a basis of gelatin, whether or not on a paper or textile backing	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 20 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product

(1)	(2)	(3)	or	(4)
3824 (cont'd)	— Other	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		
3901 to 3915	Plastics in primary forms, waste, parings and scrap, of plastic; except for heading Nos ex 3907 and 3912 for which the rules are set out below: — Addition homopolymerization products in which a single monomer contributes more than 99 % by weight to the total polymer content	Manufacture in which: — the value of all the materials used does not exceed 50 % of the ex-works price of the product; — the value of any materials of Chapter 39 used does not exceed 20 % of the ex-works price of the product ⁽¹⁾		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
ex 3907	— Other	Manufacture in which the value of the materials of Chapter 39 used does not exceed 20 % of the ex-works price of the product ⁽¹⁾		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
	— Copolymer, made from polycarbonate and acrylonitrile-butadiene-styrene copolymer (ABS)	Manufacture in which all the materials used are classified within a heading other than that of the product. However, materials classified within the same heading may be used provided their value does not exceed 50 % of the ex-works price of the product ⁽¹⁾		
	— Polyester	Manufacture in which the value of any materials of Chapter 39 used does not exceed 20 % of the ex-works price of the product and/or manufacture from polycarbonate of tetrabromo-(bisphenol A)		
3912	Cellulose and its chemical derivatives, not elsewhere specified or included, in primary forms	Manufacture in which the value of any materials classified in the same heading as the product does not exceed 20 % of the ex-works price of the product		
3916 to 3921	Semi-manufactures and articles of plastics; except for heading Nos ex 3916, ex 3917, ex 3920 and ex 3921, for which the rules are set out below: — Flat products, further worked than only surface-worked or cut into forms other than rectangular (including square); other products, further worked than only surface-worked	Manufacture in which the value of any materials of Chapter 39 used does not exceed 50 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product

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

(1)	(2)	(3)	or	(4)
3916 to 3921 (cont'd)	— Other: — — Addition homopolymerization products in which a single monomer contributes more than 99 % by weight to the total polymer content — — Other	Manufacture in which: — the value of all the materials used does not exceed 50 % of the ex-works price of the product; — the value of any materials of Chapter 39 used does not exceed 20 % of the ex-works price of the product⁽¹⁾ Manufacture in which the value of any materials of Chapter 39 used does not exceed 20 % of the ex-works price of the product⁽¹⁾		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
ex 3916 and ex 3917	Profile shapes and tubes	Manufacture in which: — the value of all the materials used does not exceed 50 % of the ex-works price of the product; — the value of any materials classified within the same heading as the product does not exceed 20 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
ex 3920	— Ionomer sheet or film — Sheets of regenerated cellulose, polyamides or polyethylene	Manufacture from a thermoplastic partial salt which is a copolymer of ethylene and metacrylic acid partly neutralized with metal ions, mainly zinc and sodium Manufacture in which the value of any materials classified in the same heading as the product does not exceed 20 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
ex 3921	Foils of plastic, metallized	Manufacture from highly transparent polyester foils with a thickness of less than 23 micron ⁽²⁾		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
3922 to 3926	Articles of plastic	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		

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

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

(1)	(2)	(3)	or	(4)
ex Chapter 40	Rubber and articles thereof; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 4001	Laminated slabs of crepe rubber for shoes	Lamination of sheets of natural rubber		
4005	Compounded rubber, unvulcanized, in primary forms or in plates, sheets or strip	Manufacture in which the value of all the materials used, except natural rubber, does not exceed 50 % of the ex-works price of the product		
4012	Retreaded or used pneumatic tyres of rubber; solid or cushion tyres, interchangeable tyre treads and tyre flaps, of rubber: — Retreaded pneumatic, solid or cushion tyres, of rubber — Other	Retreading of used tyres Manufacture from materials of any heading, except those of heading No 4011 or 4012		
ex 4017	Articles of hard rubber	Manufacture from hard rubber		
ex Chapter 41	Raw hides and skins (other than furskins) and leather; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 4102	Raw skins of sheep or lambs, without wool on	Removal of wool from sheep or lamb skins, with wool on		
4104 to 4107	Leather, without hair or wool, other than leather of heading No 4108 or 4109	Retanning of pre-tanned leather or Manufacture in which all the materials used are classified within a heading other than that of the product		
4109	Patent leather and patent laminated leather; metallized leather	Manufacture from leather of heading Nos 4104 to 4107 provided its value does not exceed 50 % of the ex-works price of the product		
Chapter 42	Articles of leather; saddlery and harness; travel goods, handbags and similar containers; articles of animal gut (other than silk worm gut)	Manufacture in which all the materials used are classified within a heading other than that of the product		

(1)	(2)	(3)	or	(4)
ex Chapter 43	Furskins and artificial fur; manufactures thereof; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 4302	Tanned or dressed furskins, assembled: — Plates, crosses and similar forms — Other	Bleaching or dyeing, in addition to cutting and assembly of non-assembled tanned or dressed furskins Manufacture from non-assembled, tanned or dressed furskins		
4303	Articles of apparel, clothing accessories and other articles of furskin	Manufacture from non-assembled tanned or dressed furskins of heading No 4302		
ex Chapter 44	Wood and articles of wood; wood charcoal; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 4403	Wood roughly squared	Manufacture from wood in the rough, whether or not stripped of its bark or merely roughed down		
ex 4407	Wood sawn or chipped lengthwise, sliced or peeled, of a thickness exceeding 6 mm, planed, sanded or finger-jointed	Planing, sanding or finger-jointing		
ex 4408	Veneer sheets and sheets for plywood, of a thickness not exceeding 6 mm, spliced, and other wood sawn lengthwise, sliced or peeled of a thickness not exceeding 6 mm, planed, sanded or finger-jointed	Splicing, planing, sanding or finger-jointing		
ex 4409	Wood continuously shaped along any of its edges or faces, whether or not planed, sanded or finger-jointed: — Sanded or finger-jointed — Beadings and mouldings	Sanded or finger-jointed Beading or moulding		
ex 4410 to ex 4413	Beadings and mouldings, including moulded skirting and other moulded boards	Beading or moulding		
ex 4415	Packing cases, boxes, crates, drums and similar packings, of wood	Manufacture from boards not cut to size		
ex 4416	Casks, barrels, vats, tubs and other cooper's products and parts thereof, of wood	Manufacture from riven staves, not further worked than sawn on the two principal surfaces		

(1)	(2)	(3)	or	(4)
ex 4418	— Builders' joinery and carpentry of wood	Manufacture in which all the materials used are classified within a heading other than that of the product. However, cellular wood panels, shingles and shakes may be used		
	— Beadings and mouldings	Beading or moulding		
ex 4421	Match splints; wooden pegs or pins for footwear	Manufacture from wood of any heading except drawn wood of heading No 4409		
ex Chapter 45	Cork and articles of cork; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
4503	Articles of natural cork	Manufacture from cork of heading No 4501		
Chapter 46	Manufactures of straw, of esparto or of other plaiting materials; basketware and wickerwork	Manufacture in which all the materials used are classified within a heading other than that of the product		
Chapter 47	Pulp of wood or of other fibrous cellulosic material; recovered (waste and scrap) paper or paperboard	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 48	Paper and paperboard; articles of paper pulp, of paper or of paperboard; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 4811	Paper and paperboard, ruled, lined or squared only	Manufacture from paper-making materials of Chapter 47		
4816	Carbon paper, self-copy paper and other copying or transfer papers (other than those of heading No 4809), duplicator stencils and offset plates, of paper, whether or not put up in boxes	Manufacture from paper-making materials of Chapter 47		
4817	Envelopes, letter cards, plain postcards and correspondence cards, of paper or paperboard; boxes, pouches, wallets and writing compendiums, of paper or paperboard, containing an assortment of paper stationery	Manufacturing in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		

(1)	(2)	(3)	or (4)
ex 4818	Toilet paper	Manufacture from papermaking materials of Chapter 47	
ex 4819	Cartons, boxes, cases, bags and other packing containers, of paper, paperboard, cellulose wadding or webs of cellulose fibres	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 4820	Letter pads	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 4823	Other paper, paperboard, cellulose wadding and webs of cellulose fibres, cut to size or shape	Manufacture from papermaking materials of Chapter 47	
ex Chapter 49	Printed books, newspapers, pictures and other products of the printing industry; manuscripts, typescripts and plans; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
4909	Printed or illustrated postcards; printed cards bearing personal greetings, messages or announcements, whether or not illustrated, with or without envelopes or trimmings	Manufacture from materials not classified within heading No 4909 or 4911	
4910	Calendars of any kind, printed, including calendar blocks: — Calendars of the 'perpetual' type or with replaceable blocks mounted on bases other than paper or paperboard — Other	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product Manufacture from materials not classified in heading No 4909 or 4911	
ex Chapter 50	Silk; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	

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

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
5208 to 5212	Woven fabrics of cotton: — Incorporating rubber thread — Other	Manufacture from single yarn⁽¹⁾ Manufacture from⁽¹⁾: — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerizing, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5 % of the ex-works price of the product	
ex Chapter 53	Other vegetable textile fibres; paper yarn and woven fabrics of paper yarn; except for: Yarn of other vegetable textile fibres; paper yarn Woven fabrics of other vegetable textile fibres; woven fabrics of paper yarn: — Incorporating rubber thread	Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture from⁽¹⁾: — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials Manufacture from single yarn⁽¹⁾	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
5309 to 5311 (cont'd)	— Other	Manufacture from⁽¹⁾: — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerizing, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5 % of the ex-works price of the product	
5401 to 5406	Yarn, monofilament and thread of man-made filaments	Manufacture from⁽¹⁾: — raw silk or silk waste carded or combed or otherwise prepared for spinning, — natural fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper-making materials	
5407 and 5408	Woven fabrics of man-made filament yarn: — Incorporating rubber thread — Other	Manufacture from single yarn⁽¹⁾ Manufacture from⁽¹⁾: — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise prepared for spinning, — chemical materials or textile pulp, or — paper	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

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

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
ex Chapter 56	Wadding, felt and non-wovens; special yarns; twine, cordage, ropes and cables and articles thereof; except for:	Manufacture from ⁽¹⁾ : — coir yarn, — natural fibres, — chemical materials or textile pulp, or — paper making materials	
5602	Felt, whether or not impregnated, coated, covered or laminated:	Manufacture from ⁽¹⁾ : — natural fibres, — chemical materials or textile pulp	
	— Needleloom felt	However: — polypropylene filament of heading No 5402, — polypropylene fibres of heading No 5503 or 5506, or — polypropylene filament tow of heading No 5501, of which the denomination in all cases of a single filament or fibre is less than 9 decitex may be used provided their value does not exceed 40 % of the ex-works price of the product	
	— Other	Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres made from casein, or — chemical materials or textile pulp	
5604	Rubber thread and cord, textile covered; textile yarn, and strip and the like of heading No 5404 or 5405, impregnated, coated, covered or sheathed with rubber or plastics:	Manufacture from rubber thread or cord, not textile covered	
	— Rubber thread and cord, textile covered	Manufacture from ⁽¹⁾ : — natural fibres not carded or combed or otherwise processed for spinning, — chemical materials or textile pulp, or — paper-making materials	
	— Other		

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
5605	Metallized yarn, whether or not gimped, being textile yarn, or strip or the like of heading No 5404 or 5405, combined with metal in the form of thread, strip or powder or covered with metal	Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, — chemical materials or textile pulp, or — paper-making materials	
5606	Gimped yarn, and strip and the like of heading No 5404 or 5405, gimped (other than those of heading No 5605 and gimped horsehair yarn); chenille yarn (including flock chenille yarn; loop wale-yarn	Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, — chemical materials or textile pulp, or — paper-making materials	
Chapter 57	Carpets and other textile floor coverings: — Of needleloom felt — Of other felt	Manufacture from ⁽¹⁾ : — natural fibres, or — chemical materials or textile pulp However: — polypropylene filament of heading No 5402, — polypropylene fibres of heading No 5503 or 5506, or — polypropylene filament tow of heading No 5501, of which the denomination in all cases of a single filament or fibre is less than 9 decitex may be used provided their value does not exceed 40 % of the ex-works price of the product Manufacture from ⁽¹⁾ : — natural fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
Chapter 57 (cont'd)	— Other	Manufacture from⁽¹⁾: — coir yarn, — synthetic or artificial filament yarn, — natural fibres, or — man-made staple fibres not carded or combed or otherwise processed for spinning	
ex Chapter 58	Special woven fabrics; tufted textile fabrics; lace; tapestries; trimmings; embroidery; except for: — Combined with rubber thread — Other	Manufacture from single yarn⁽¹⁾ Manufacture from⁽¹⁾: — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp, or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerizing, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5% of the ex-works price of the product	
5805	Hand-woven tapestries of the types gobelins, flanders, aubusson, beauvais and the like, and needle-worked tapestries (for example, petit point, cross stitch), whether or not made up	Manufacture in which all the materials used are classified within a heading other than that of the product	
5810	Embroidery in the piece, in strips or in motifs	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50% of the ex-works price of the product	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3) or (4)
5901	Textile fabrics coated with gum or amylaceous substances, of a kind used for the outer covers of books or the like; tracing cloth; prepared painting canvas; buckram and similar stiffened textile fabrics of a kind used for hat foundations	Manufacture from yarn
5902	Tyre cord fabric of high tenacity yarn of nylon or other polyamides, polyesters or viscose rayon:	
	— Containing not more than 90 % by weight of textile materials — Other	- Manufacture from yarn - Manufacture from chemical materials or textile pulp
5903	Textile fabrics impregnated, coated, covered or laminated with plastics, other than those of heading No 5902	Manufacture from yarn or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, rasing, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5 % of the ex-works price of the product
5904	Linoleum, whether or not cut to shape; floor coverings consisting of a coating or covering applied on a textile backing, whether or not cut to shape	Manufacture from yarn ⁽¹⁾
5905	Textile wall coverings:	
	— Impregnated, coated, covered or laminated with rubber, plastics or other materials — Other	- Manufacture from yarn - Manufacture from⁽¹⁾: — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp,

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
5905 (cont'd)		or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerizing, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5 % of the ex-works price of the product	
5906	Rubberized textile fabrics, other than those of heading No 5902: — Knitted or crocheted fabrics — Other fabrics made of synthetic filament yarn, containing more than 90 % by weight of textile materials — Other	Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp Manufacture from chemical materials Manufacture from yarn	
5907	Textile fabrics otherwise impregnated, coated or covered; painted canvas being theatrical scenery, studio back cloths or the like	Manufacture from yarn or Printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerising, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted fabric used does not exceed 47,5 % of the ex-works price of the product	
5908	Textile wicks, woven, plaited or knitted, for lamps, stoves, lighters, candles or the like; incandescent gas mantles and tubular knitted gas mantle fabric therefor, whether or not impregnated: — Incandescent gas mantles, impregnated — Other	Manufacture from tubular knitted gas mantle fabric Manufacture in which all the materials used are classified within a heading other than that of the product	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

(1)	(2)	(3)	or (4)
5909 to 5911	Textile articles of a kind suitable for industrial use: — Polishing discs or rings other than of felt of heading No 5911 — Woven fabrics, of a kind commonly used in papermaking or other technical uses, felted or not, whether or not impregnated or coated, tubular or endless with single or multiple warp and/or weft, or flat woven with multiple warp and/or weft of heading No 5911 — Other	Manufacture from yarn or waste fabrics or rags of heading No 6310 Manufacture from⁽¹⁾: — coir yarn, — the following materials: — — yarn of polytetrafluoroethylene⁽²⁾, — — yarn, multiple, of polyamide, coated impregnated or covered with a phenolic resin, — — yarn of synthetic textile fibres of aromatic polyamides, obtained by polycondensation of m-phenylenediamine and isophthalic acid, — — monofil of polytetrafluoroethylene⁽²⁾, — — yarn of synthetic textile fibres of poly-p-phenylene terephthalamide, — — glass fibre yarn, coated with phenol resin and gimped with acrylic yarn⁽²⁾, — — copolyester monofilaments of a polyester and a resin of terephthalic acid and 1,4-cyclohexanediethanol and isophthalic acid, — — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp Manufacture from⁽¹⁾: — coir yarn, — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

⁽²⁾ The use of this material is restricted to the manufacture of woven fabrics of a kind used in papermaking machinery.

(1)	(2)	(3)	or	(4)
Chapter 60	Knitted or crocheted fabrics	Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp		
Chapter 61	Articles of apparel and clothing accessories, knitted or crocheted: — Obtained by sewing together or otherwise assembling, two or more pieces of knitted or crocheted fabric which have been either cut to form or obtained directly to form — Other	Manufacture from yarn ⁽¹⁾⁽²⁾ Manufacture from ⁽¹⁾ : — natural fibres, — man-made staple fibres not carded or combed or otherwise processed for spinning, or — chemical materials or textile pulp		
ex Chapter 62	Articles of apparel and clothing accessories, not knitted or crocheted; except for:	Manufacture from yarn ⁽¹⁾⁽²⁾		
ex 6202, ex 6204, ex 6206, ex 6209 and ex 6211	Women's, girls' and babies' clothing and clothing accessories for babies, embroidered	Manufacture from yarn ⁽²⁾ or Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40 % of the ex-works price of the product ⁽²⁾		
ex 6210 and ex 6216	Fire-resistant equipment of fabric covered with foil of aluminized polyester	Manufacture from yarn ⁽²⁾ or Manufacture from uncoated fabric provided the value of the uncoated fabric used does not exceed 40 % of the ex-works price of the product ⁽²⁾		

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

⁽²⁾ See Introductory Note 6.

(1)	(2)	(3)	or (4)
6213 and 6214	Handkerchiefs, shawls, scarves, mufflers, mantillas, veils and the like: — Embroidered — Other	Manufacture from unbleached single yarn⁽¹⁾ ⁽²⁾ or Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40 % of the ex-works price of the product⁽²⁾ Manufacture from unbleached single yarn⁽¹⁾ ⁽²⁾ or Making up followed by printing accompanied by at least two preparatory or finishing operations (such as scouring, bleaching, mercerizing, heat setting, raising, calendering, shrink resistance processing, permanent finishing, decatizing, impregnating, mending and burling) where the value of the unprinted goods of heading Nos 6213 and 6214 used does not exceed 47,5 % of the ex-works price of the product	
6217	Other made up clothing accessories; parts of garments or of clothing accessories, other than those of heading No 6212: — Embroidered — Fire-resistant equipment of fabric covered with foil of aluminized polyester — Interlinings for collars and cuffs, cut out	Manufacture from yarn⁽²⁾ or Manufacture from unembroidered fabric provided the value of the unembroidered fabric used does not exceed 40 % of the ex-works price of the product⁽²⁾ Manufacture from yarn⁽²⁾ or Manufacture from uncoated fabric provided the value of the uncoated fabric used does not exceed 40 % of the ex-works price of the product⁽²⁾ Manufacture in which: — all the materials used are classified within a heading other than that of the product;	

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

⁽²⁾ See Introductory Note 6.

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

⁽¹⁾ For special conditions relating to products made of a mixture of textile materials, see Introductory Note 5.

⁽²⁾ See Introductory Note 6.

⁽³⁾ For knitted or crocheted articles, not elastic or rubberized, obtained by sewing or assembly pieces of knitted or crocheted fabrics (cut out or knitted directly to shape), see Introductory Note 6.

(1)	(2)	(3)	or	(4)
6307	Other made-up articles, including dress patterns	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
6308	Sets consisting of woven fabric and yarn, whether or not with accessories, for making up into rugs, tapestries, embroidered table cloths or serviettes, or similar textile articles, put up in packings for retail sale	Each item in the set must satisfy the rule which would apply to it if it were not included in the set. However, non-originating articles may be incorporated provided their total value does not exceed 15 % of the ex-works price of the set		
ex Chapter 64	Footwear, gaiters and the like; except for:	Manufacture from materials of any heading except for assemblies of uppers affixed to inner soles or to other sole components of heading No 6406		
6406	Parts of footwear (including uppers whether or not attached to soles other than outer soles); removable in-soles, heel cushions and similar articles; gaiters, leggings and similar articles, and parts thereof	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 65	Headgear and parts thereof, except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
6503	Felt hats and other felt headgear, made from the hat bodies, hoods or plateaux of heading No 6501, whether or not lined or trimmed	Manufacture from yarn or textile fibres ⁽¹⁾		
6505	Hats and other headgear, knitted or crocheted, or made up from lace, felt or other textile fabric, in the piece (but not in strips), whether or not lined or trimmed; hair-nets of any material, whether or not lined or trimmed	Manufacture from yarn or textile fibres ⁽¹⁾		
ex Chapter 66	Umbrellas, sun umbrellas, walking-sticks, seat-sticks, whips, riding-crops, and parts thereof; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
6601	Umbrellas and sun umbrellas (including walking-stick umbrellas, garden umbrellas and similar umbrellas)	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		

⁽¹⁾ See Introductory Note 6.

(1)	(2)	(3)	or	(4)
Chapter 67	Prepared feathers and down and articles made of feathers or of down; artificial flowers; articles of human hair	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 68	Articles of stone, plaster, cement, asbestos, mica or similar materials; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 6803	Articles of slate or of agglomerated slate	Manufacture from worked slate		
ex 6812	Articles of asbestos; articles of mixtures with a basis of asbestos or of mixtures with a basis of asbestos and magnesium carbonate	Manufacture from materials of any heading		
ex 6814	Articles of mica, including agglomerated or reconstituted mica, on a support of paper, paperboard or other materials	Manufacture from worked mica (including agglomerated or reconstituted mica)		
Chapter 69	Ceramic products	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 70	Glass and glassware; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 7003 ex 7004 and ex 7005	Glass with a non-reflecting layer	Manufacture from materials of heading No 7001		
7006	Glass of heading Nos 7003, 7004 or 7005, bent, edgeworked, engraved, drilled, enamelled or otherwise worked, but not framed or fitted with other materials	Manufacture from materials of heading No 7001		
7007	Safety glass, consisting of toughened (tempered) or laminated glass	Manufacture from materials of heading No 7001		
7008	Multiple-walled insulating units of glass	Manufacture from materials of heading No 7001		
7009	Glass mirrors, whether or not framed, including rear-view mirrors	Manufacture from materials of heading No 7001		

(1)	(2)	(3) or	(4)
7010	Carboys, bottles, flasks, jars, pots, phials, ampoules and other containers, of glass, of a kind used for the conveyance or packing of goods; preserving jars of glass; stoppers, lids and other closures, of glass	Manufacture in which all the materials used are classified within a heading other than that of the product or Cutting of glassware, provided the value of the uncut glassware does not exceed 50 % of the ex-works price of the product	
7013	Glassware of a kind used for table, kitchen, toilet, office, indoor decoration or similar purposes (other than that of heading No 7010 or 7018)	Manufacture in which all the materials used are classified within a heading other than that of the product or Cutting of glassware, provided the value of the uncut glassware does not exceed 50 % of the ex-works price of the product or Hand-decoration (with the exception of silk-screen printing) of hand-blown glassware, provided the value of the hand-blown glassware does not exceed 50 % of the ex-works price of the product	
ex 7019	Articles (other than yarn) of glass fibres	Manufacture from: — uncoloured slivers, rovings, yarn or chopped strands, or — glass wool	
ex Chapter 71	Natural or cultured pearls, precious or semi-precious stones, precious metals, metals clad with precious metal, and articles thereof; imitation jewellery; coin; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 7101	Natural or cultured pearls, graded and temporarily strung for convenience of transport	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 7102, ex 7103 and ex 7104	Worked precious or semi-precious stones (natural, synthetic or reconstructed)	Manufacture from unworked precious or semi-precious stones	
7106, 7108 and 7110	Precious metals: — Unwrought	Manufacture from materials not classified within heading Nos 7106, 7108 or 7110 or Electrolytic, thermal or chemical separation of precious metals of heading Nos 7106, 7108 or 7110	

(1)	(2)	(3) or	(4)
7106, 7108 and 7110 (<i>cont'd</i>)		or Alloying of precious metals of heading Nos 7106, 7108 or 7110 with each other or with base metals	
— Semi-manufactured or in powder form		Manufacture from unwrought precious metals	
ex 7107, ex 7109 and ex 7111	Metals clad with precious metals, semi-manufactured	Manufacture from metals clad with precious metals, unwrought	
7116	Articles of natural or cultured pearls, precious or semi-precious stones (natural, synthetic or reconstructed)	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
7117	Imitation jewellery	Manufacture in which all the materials used are classified within a heading other than that of the product	
		or	
		Manufacture from base metal parts, not plated or covered with precious metals, provided the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex Chapter 72	Iron and steel; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
7207	Semi-finished products of iron or non-alloy steel	Manufacture from materials of heading Nos 7201, 7202, 7203, 7204 or 7205	
7208 to 7216	Flat-rolled products, bars and rods, angles, shapes and sections of iron or non-alloy steel	Manufacture from ingots or other primary forms of heading No 7206	
7217	Wire of iron or non-alloy steel	Manufacture from semi-finished materials of heading No 7207	
ex 7218, 7219 to 7222	Semi-finished products, flat-rolled products, bars and rods, angles, shapes and sections of stainless steel	Manufacture from ingots or other primary forms of heading No 7218	
7223	Wire of stainless steel	Manufacture from semi-finished materials of heading No 7218	
ex 7224, 7225 to 7228	Semi-finished products, flat-rolled products, hot-rolled bars and rods, in irregularly wound coils; angles, shapes and sections, of other alloy steel; hollow drill bars and rods, of alloy or non-alloy steel	Manufacture from ingots or other primary forms of heading Nos 7206, 7218 or 7224	

(1)	(2)	(3) or	(4)
7229	Wire of other alloy steel	Manufacture from semi-finished materials of heading No 7224	
ex Chapter 73	Articles of iron or steel; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 7301	Sheet piling	Manufacture from materials of heading No 7206	
7302	Railway or tramway track construction materials of iron or steel: rails, checkrails and rackrails, switch blades, crossing frogs, point rods and other crossing pieces, sleepers (cross-ties), fish-plates, chairs, chair wedges, sole plates (base plates), rail clips, bedplates, ties and other material specialized for jointing or fixing rails	Manufacture from materials of heading No 7206	
7304, 7305 and 7306	Tubes, pipes and hollow profiles, of iron (other than cast iron) or steel	Manufacture from materials of heading Nos 7206, 7207, 7218 or 7224	
ex 7307	Tube or pipe fittings of stainless steel (ISO No X5CrNiMo 1712), consisting of several parts	Turning, drilling, reaming, threading, deburring and sandblasting of forged blanks the value of which does not exceed 35 % of the ex-works price of the product	
7308	Structures (excluding prefabricated buildings of heading No 9406) and parts of structures (for example, bridges and bridge-sections, lock-gates, towers, lattice masts, roofs, roofing frame-works, doors and windows and their frames and thresholds for doors, shutters, balustrades, pillars and columns), of iron or steel; plates, rods, angles, shapes, sections, tubes and the like, prepared for use in structures, of iron or steel	Manufacture in which all the materials used are classified within a heading other than that of the product. However, welded angles, shapes and sections of heading No 7301 may not be used	
ex 7315	Skid chain	Manufacture in which the value of all the materials of heading No 7315 used does not exceed 50 % of the ex-works price of the product	
ex Chapter 74	Copper and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	

(1)	(2)	(3) or (4)
7401	Copper mattes; cement copper (precipitated copper)	Manufacture in which all the materials used are classified within a heading other than that of the product
7402	Unrefined copper; copper anodes for electrolytic refining	Manufacture in which all the materials used are classified within a heading other than that of the product
7403	Refined copper and copper alloys, unwrought: — Refined copper — Copper alloys and refined copper containing other elements	Manufacture in which all the materials used are classified within a heading other than that of the product Manufacture from refined copper, unwrought, or waste and scrap of copper
7404	Copper waste and scrap	Manufacture in which all the materials used are classified within a heading other than that of the product
7405	Master alloys of copper	Manufacture in which all the materials used are classified within a heading other than that of the product
ex Chapter 75	Nickel and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product
7501 to 7503	Nickel mattes, nickel oxide sinters and other intermediate products of nickel metallurgy; unwrought nickel; nickel waste and scrap	Manufacture in which all the materials used are classified within a heading other than that of the product
ex Chapter 76	Aluminium and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product
7601	Unwrought aluminium	Manufacture by thermal or electrolytic treatment from unalloyed aluminium or waste and scrap of aluminium

(1)	(2)	(3)	or	(4)
7602	Aluminium waste or scrap	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex 7616	Aluminium articles other than gauze, cloth, grill, netting, fencing, reinforcing fabric and similar materials (including endless bands) of aluminium wire, and expanded metal of aluminium	Manufacture in which: — all the materials used are classified within a heading other than that of the product. However, gauze, cloth, grill, netting, fencing, reinforcing fabric and similar materials (including endless bands) of aluminium wire, or expanded metal of aluminium may be used; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		
Chapter 77	Reserved for possible future use in HS			
ex Chapter 78	Lead and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		
7801	Unwrought lead: — Refined lead — Other	Manufacture from 'bullion' or 'work' lead Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 7802 may not be used		
7802	Lead waste and scrap	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 79	Zinc and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		

(1)	(2)	(3)	or	(4)
7901	Unwrought zinc	Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 7902 may not be used		
7902	Zinc waste and scrap	Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 80	Tin and articles thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product		
8001	Unwrought tin	Manufacture in which all the materials used are classified within a heading other than that of the product. However, waste and scrap of heading No 8002 may not be used		
8002 and 8007	Tin waste and scrap; other articles of tin	Manufacture in which all the materials used are classified within a heading other than that of the product		
Chapter 81	Other base metals; cermets; articles thereof: — Other base metals, wrought; articles thereof — Other	Manufacture in which the value of all the materials classified within the same heading as the product used does not exceed 50 % of the ex-works price of the product Manufacture in which all the materials used are classified within a heading other than that of the product		
ex Chapter 82	Tools, implements, cutlery, spoons and forks, of base metal; parts thereof of base metal; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product		
8206	Tools of two or more of the heading Nos 8202 to 8205, put up in sets for retail sale	Manufacture in which all the materials used are classified within a heading other than heading Nos 8202 to 8205. However, tools of heading Nos 8202 to 8205 may be incorporated into the set provided their value does not exceed 15 % of the ex-works price of the set		

(1)	(2)	(3) or	(4)
8207	Interchangeable tools for hand tools, whether or not power-operated, or for machine-tools (for example, for pressing, stamping, punching, tapping, threading, drilling, boring, broaching, milling, turning, or screwdriving), including dies for drawing or extruding metal, and rock drilling or earth boring tools	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8208	Knives and cutting blades, for machines or for mechanical appliances	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	
ex 8211	Knives with cutting blades, serrated or not (including pruning knives), other than knives of heading No 8208	Manufacture in which all the materials used are classified within a heading other than that of the product. However, knife blades and handles of base metal may be used	
8214	Other articles of cutlery (for example, hair clippers, butchers' or kitchen cleavers, choppers and mincing knives, paper knives); manicure or pedicure sets and instruments (including nail files)	Manufacture in which all the materials used are classified within a heading other than that of the product. However, handles of base metal may be used	
8215	Spoons, forks, ladles, skimmers, cake-servers, fish-knives, butter-knives, sugar tongs and similar kitchen or tableware	Manufacture in which all the materials used are classified within a heading other than that of the product. However, handles of base metal may be used	
ex Chapter 83	Miscellaneous articles of base metal; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 8302	Other mountings, fittings and similar articles suitable for buildings, and automatic door closers	Manufacture in which all the materials used are classified within a heading other than that of the product. However, the other materials of heading No 8302 may be used provided their value does not exceed 20 % of the ex-works price of the product	

(1)	(2)	(3)	or	(4)
ex 8306	Statuettes and other ornaments, of base metal	Manufacture in which all the materials used are classified within a heading other than that of the product. However, the other materials of heading No 8306 may be used provided their value does not exceed 30 % of the ex-works price of the product		
ex Chapter 84	Nuclear reactors, boilers, machinery and mechanical appliances; parts thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex 8401	Nuclear fuel elements	Manufacture in which all the materials used are classified within a heading other than that of the product ⁽¹⁾		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8402	Steam or other vapour generating boilers (other than central heating hot water boilers capable also of producing low pressure steam); super heated water boilers	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8403 and ex 8404	Central heating boilers other than those of heading No 8402 and auxiliary plant for central heating boilers	Manufacture in which all the materials used are classified within a heading other than heading No 8403 or 8404		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
8406	Steam turbines and other vapour turbines	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8407	Spark-ignition reciprocating or rotary internal combustion piston engines	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8408	Compression-ignition internal combustion piston engines (diesel or semi-diesel engines)	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8409	Parts suitable for use solely or principally with the engines of heading No 8407 or 8408	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		

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

(1)	(2)	(3)	or	(4)
8411	Turbo-jets, turbo propellers and other gas turbines	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8412	Other engines and motors	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
ex 8413	Rotary positive displacement pumps	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
ex 8414	Industrial fans, blowers and the like	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8415	Air conditioning machines, comprising a motor-driven fan and elements for changing the temperature and humidity, including those machines in which the humidity cannot be separately regulated	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8418	Refrigerators, freezers and other refrigerating or freezing equipment, electric or other; heat pumps other than air conditioning machines of heading No 8415	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product; — the value of all the non-originating materials used does not exceed the value of the originating materials used		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product

(1)	(2)	(3)	or (4)
ex 8419	Machines for wood, paper pulp and paperboard industries	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8420	Calendering or other rolling machines, other than for metals or glass, and cylinders therefor	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8423	Weighing machinery (excluding balances of a sensitivity of 5 cg or better), including weight operated counting or checking machines; weighing machine weights of all kinds	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8425 to 8428	Lifting, handling, loading or unloading machinery	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8431 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8429	Self-propelled bulldozers, angledozers, graders, levellers, scrapers, mechanical shovels, excavators, shovel loaders, tamping machines and road rollers: — Road rollers	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
8429 (cont'd)	— Other	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8431 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8430	Other moving, grading, levelling, scraping, excavating, tamping, compacting, extracting or boring machinery, for earth, minerals or ores; pile-drivers and pile-extractors; snow-ploughs and snow-blowers	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the value of the materials classified within heading No 8431 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex 8431	Parts suitable for use solely or principally with road rollers	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8439	Machinery for making pulp of fibrous cellulosic material or for making or finishing paper or paperboard	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8441	Other machinery for making up paper pulp, paper or paperboard, including cutting machines of all kinds	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within the same heading as the product are only used up to a value of 25 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product

(1)	(2)	(3)	or	(4)
8444 to 8447	Machines of these headings for use in the textile industry	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
ex 8448	Auxiliary machinery for use with machines of headings Nos 8444 and 8445	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8452	Sewing machines, other than book-sewing machines of heading No 8440; furniture, bases and covers specially designed for sewing machines; sewing machine needles: — Sewing machines (lock stitch only) with heads of a weight not exceeding 16 kg without motor or 17 kg with motor — Other	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used in assembling the head (without motor) does not exceed the value of the originating materials used; — the thread tension, crochet and zigzag mechanisms used are already originating Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8456 to 8466	Machine-tools and machines and their parts and accessories of heading Nos 8456 to 8466	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8469 to 8472	Office machines (for example, typewriters, calculating machines, automatic data processing machines, duplicating machines, stapling machines)	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
8480	Moulding boxes for metal foundry; mould bases; moulding patterns; moulds for metal (other than ingot moulds), metal carbides, glass, mineral materials, rubber or plastics	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product		
8482	Ball or roller bearings	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product

(1)	(2)	(3) or	(4)
8484	Gaskets and similar joints of metal sheeting combined with other material or of two or more layers of metal; sets or assortments of gaskets and similar joints, dissimilar in composition, put up in pouches, envelopes or similar packings; mechanical seals	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8485	Machinery parts, not containing electrical connectors, insulators, coils, contacts or other electrical features, not specified or included elsewhere in this Chapter	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
ex Chapter 85	Electrical machinery and equipment and parts thereof; sound recorders and reproducers, television image and sound recorders and reproducers, and parts and accessories of such articles; except for:	Manufacture in which — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8501	Electric motors and generators (excluding generating sets)	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8503 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8502	Electric generating sets and rotary converters	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8501 or 8503, taken together, are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex 8504	Power supply units for automatic data-processing machines	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
ex 8518	Microphones and stands therefor; loudspeakers, whether or not mounted in their enclosures; audio-frequency electric amplifiers; electric sound amplifier sets	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8519	Turntables (record-decks), record-players, cassette- players and other sound reproducing apparatus, not incorporating a sound recording device	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8520	Magnetic tape recorders and other sound recording apparatus, whether or not incorporating a sound reproducing device	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8521	Video recording or reproducing apparatus, whether or not incorporating a video tuner	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8522	Parts and accessories suitable for use solely or principally with the apparatus of heading Nos 8519 to 8521	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8523	Prepared unrecorded media for sound recording or similar recording of other phenomena, other than products of Chapter 37	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
8524	Records, tapes and other recorded media for sound or other similarly recorded phenomena, including matrices and masters for the production of records, but excluding products of Chapter 37: — Matrices and masters for the production of records — Other	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8523 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8525	Transmission apparatus for radio-telephony, radio-telegraphy, radio-broadcasting or television, whether or not incorporating reception apparatus or sound recording or reproducing apparatus; television cameras; still image video cameras and other video camera recorders	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8526	Radar apparatus, radio navigational aid apparatus and radio remote control apparatus	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8527	Reception apparatus for radio-telephony, radio-telegraphy or radio broadcasting, whether or not combined, in the same housing, with sound recording or reproducing apparatus or a clock	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product

(1)	(2)	(3)	or (4)
8528	Reception apparatus for television, whether or not incorporating radio broadcast receivers or sound or video recording or reproducing apparatus; video monitors and video projectors	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8529	Parts suitable for use solely or principally with the apparatus of heading Nos 8525 to 8528: — Suitable for use solely or principally with video recording or reproducing apparatus — Other	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8535 and 8536	Electrical apparatus for switching or protecting electrical circuits, or for making connections to or in electrical circuits	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8538 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8537	Boards, panels, consoles, desks, cabinets and other bases, equipped with two or more apparatus of heading No 8535 or 8536, for electric control or the distribution of electricity, including those incorporating instruments or apparatus of Chapter 90, and numerical control apparatus, other than switching apparatus of heading No 8517	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8538 are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product

(1)	(2)	(3)	or (4)
ex 8541	Diodes, transistors and similar semi-conductor devices, except wafers not yet cut into chips	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8542	Electronic integrated circuits and microassemblies	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 8541 or 8542, taken together, are only used up to a value of 10 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
8544	Insulated (including enamelled or anodized) wire, cable (including coaxial cable) and other insulated electric conductors, whether or not fitted with connectors; optical fibre cables, made up of individually sheathed fibres, whether or not assembled with electric conductors or fitted with connectors	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8545	Carbon electrodes, carbon brushes, lamp carbons, battery carbons and other articles of graphite or other carbon, with or without metal, of a kind used for electrical purposes	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8546	Electrical insulators of any material	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8547	Insulating fittings for electrical machines, appliances or equipment, being fittings wholly of insulating materials apart from any minor components of metal (for example, threaded sockets) incorporated during moulding solely for purposes of assembly other than insulators of heading No 8546; electrical conduit tubing and joints therefor, of base metal lined with insulating material	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8548	Waste and scrap of primary cells, primary batteries and electric accumulators; spent primary cells, spent primary batteries and spent electric accumulators; electrical parts of machinery or apparatus, not specified or included elsewhere in this Chapter	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
ex Chapter 86	Railway or tramway locomotives, rolling-stock and parts thereof; railway or tramway track fixtures and fittings and parts thereof; mechanical (including electro-mechanical) traffic signalling equipment of all kinds; except for:	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8608	Railway or tramway track fixtures and fittings; mechanical (including electro-mechanical) signalling, safety or traffic control equipment for railways, tramways, roads, inland waterways, parking facilities, port installations or airfields; parts of the foregoing	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex Chapter 87	Vehicles other than railway or tramway rolling-stock, and parts and accessories thereof; except for:	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
8709	Works trucks, self-propelled, not fitted with lifting or handling equipment, of the type used in factories, warehouses, dock areas or airports for short distance transport of goods; tractors of the type used on railway station platforms; parts of the foregoing vehicles	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8710	Tanks and other armoured fighting vehicles, motorized, whether or not fitted with weapons, and parts of such vehicles	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8711	Motorcycles (including mopeds) and cycles fitted with an auxiliary motor, with or without side-cars; side-cars: — With reciprocating internal combustion piston engine of a cylinder capacity: — — Not exceeding 50 cc	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 20 % of the ex-works price of the product

(1)	(2)	(3)	or (4)
8711 (cont'd)	— — Exceeding 50 cc	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
	— Other	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex 8712	Bicycles without ball bearings	Manufacture from materials not classified in heading No 8714	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8715	Baby carriages and parts thereof	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
8716	Trailers and semi-trailers; other vehicles, not mechanically propelled; parts thereof	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex Chapter 88	Aircraft, spacecraft, and parts thereof; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 8804	Rotochutes	Manufacture from materials of any heading including other materials of heading No 8804	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product

(1)	(2)	(3)	or	(4)
8805	Aircraft launching gear; deck-arrestor or similar gear; ground flying trainers; parts of the foregoing articles	Manufacture in which all the materials used are classified within a heading other than that of the product		Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product
Chapter 89	Ships, boats and floating structures	Manufacture in which all the materials used are classified within a heading other than that of the product. However, hulls of heading No 8906 may not be used		Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product
Chapter 90	Optical, photographic, cinematographic, measuring, checking, precision, medical or surgical instruments and apparatus; parts and accessories thereof; except for:	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40% of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product
9001	Optical fibres and optical fibre bundles; optical fibre cables other than those of heading No 8544; sheets and plates of polarizing material; lenses (including contact lenses), prisms, mirrors and other optical elements, of any material, unmounted, other than such elements of glass not optically worked	Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product		
9002	Lenses, prisms, mirrors and other optical elements, of any material, mounted, being parts of or fittings for instruments or apparatus, other than such elements of glass not optically worked	Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product		
9004	Spectacles, goggles and the like, corrective, protective or other	Manufacture in which the value of all the materials used does not exceed 40% of the ex-works price of the product		
ex 9005	Binoculars, monoculars, other optical telescopes, and mountings therefor, except for astronomical refracting telescopes and mountings therefor	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40% of the ex-works price of the product; — the value of all the non-originating materials used does not exceed the value of the originating materials used		Manufacture in which the value of all the materials used does not exceed 30% of the ex-works price of the product

(1)	(2)	(3) or	(4)
ex 9006	Photographic (other than cinematographic) cameras; photographic flashlight apparatus and flashbulbs other than electrically ignited flashbulbs	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product; — the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9007	Cinematographic cameras and projectors, whether or not incorporating sound recording or reproducing apparatus	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product; — the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9011	Compound optical microscopes, including those for photomicrography, cinephotomicrography or microprojection	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product; — the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
ex 9014	Other navigational instruments and appliances	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
9015	Surveying (including photogrammetrical surveying), hydrographic, oceanographic, hydrological, meteorological or geophysical instruments and appliances, excluding compasses; rangefinders	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	

(1)	(2)	(3)	or	(4)
9016	Balances of a sensitivity of 5 cg or better, with or without weights	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9017	Drawing, marking-out or mathematical calculating instruments (for example, drafting machines, pantographs, protractors, drawing sets, slide rules, disc calculators); instruments for measuring length, for use in the hand (for example, measuring rods and tapes, micrometers, callipers), not specified or included elsewhere in this Chapter	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9018	Instruments and appliances used in medical, surgical, dental or veterinary sciences, including scintigraphic apparatus, other electro-medical apparatus and sight-testing instruments: — Dentists' chairs incorporating dental appliances or dentists' spittoons — Other	Manufacture from materials of any heading, including other materials of heading No 9018 Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
9019	Mechano-therapy appliances; massage apparatus; psychological aptitude-testing apparatus; ozone therapy, oxygen therapy, aerosol therapy, artificial respiration or other therapeutic respiration apparatus	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
9020	Other breathing appliances and gas masks, excluding protective masks having neither mechanical parts nor replaceable filters	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 25 % of the ex-works price of the product
9024	Machines and appliances for testing the hardness, strength, compressibility, elasticity or other mechanical properties of materials (for example, metals, wood, textiles, paper, plastics)	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		

(1)	(2)	(3)	or	(4)
9025	Hydrometers and similar floating instruments, thermometers, pyrometers, barometers, hygrometers and psychrometers, recording or not, and any combination of these instruments	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9026	Instruments and apparatus for measuring or checking the flow, level, pressure or other variables of liquids or gases (for example, flow meters, level gauges, manometers, heat meters), excluding instruments and apparatus of heading Nos 9014, 9015, 9028 or 9032	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9027	Instruments and apparatus for physical or chemical analysis (for example, polarimeters, refractometers, spectrometers, gas or smoke analysis apparatus); instruments and apparatus for measuring or checking viscosity, porosity, expansion, surface tension or the like; instruments and apparatus for measuring or checking quantities of heat, sound or light (including exposure meters); microtomes	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9028	Gas, liquid or electricity supply or production meters, including calibrating meters therefor:			
	— Parts and accessories	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
	— Other	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product	
9029	Revolution counters, production counters, taximeters, mileometers, pedometers and the like; speed indicators and tachometers, other than those of heading No 9014 or 9015; stroboscopes	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9030	Oscilloscopes, spectrum analysers and other instruments and apparatus for measuring or checking electrical quantities, excluding meters of heading No 9028; instruments and apparatus for measuring or detecting alpha, beta, gamma, X-ray, cosmic or other ionizing radiations	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9031	Measuring or checking instruments, appliances and machines, not specified or included elsewhere in this Chapter; profile projectors	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		

(1)	(2)	(3)	or	(4)
9032	Automatic regulating or controlling instruments and apparatus	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9033	Parts and accessories (not specified or included elsewhere in this Chapter) for machines, appliances, instruments or apparatus of Chapter 90	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
ex Chapter 91	Clocks and watches and parts thereof; except for:	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product		
9105	Other clocks	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9109	Clock movements, complete and assembled	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where the value of all the non-originating materials used does not exceed the value of the originating materials used		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9110	Complete watch or clock movements, unassembled or partly assembled (movement sets); incomplete watch or clock movements, assembled; rough watch or clock movements	Manufacture: — in which the value of all the materials used does not exceed 40 % of the ex-works price of the product; — where, within the above limit, the materials classified within heading No 9114 are only used up to a value of 10 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9111	Watch cases and parts thereof	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product		Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product

(1)	(2)	(3)	or (4)
9112	Clock cases and cases of a similar type for other goods of this Chapter, and parts thereof	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 40 % of the ex-works price of the product	Manufacture in which the value of all the materials used does not exceed 30 % of the ex-works price of the product
9113	Watch straps, watch bands and watch bracelets, and parts thereof: — Of base metal, whether or not gold- or silver-plated, or of metal clad with precious metal — Other	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
Chapter 92	Musical instruments; parts and accessories of such articles	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product	
Chapter 93	Arms and ammunition; parts and accessories thereof	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex Chapter 94	Furniture; bedding, mattresses, mattress supports, cushions and similar stuffed furnishings; lamps and lighting fittings, not elsewhere specified or included; illuminated signs, illuminated name-plates and the like; prefabricated buildings; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product
ex 9401 and ex 9403	Base metal furniture, incorporating unstuffed cotton cloth of a weight of 300 g/m ² or less	Manufacture in which all the materials used are classified in a heading other than that of the product or Manufacture from cotton cloth already made up in a form ready for use of heading No 9401 or 9403, provided: — its value does not exceed 25 % of the ex-works price of the product; — all the other materials used are already originating and are classified in a heading other than heading No 9401 or 9403	Manufacture in which the value of all the materials used does not exceed 40 % of the ex-works price of the product;

(1)	(2)	(3) or	(4)
9405	Lamps and lighting fittings including searchlights and spotlights and parts thereof, not elsewhere specified or included; illuminated signs, illuminated name-plates and the like, having a permanently fixed light source, and parts thereof not elsewhere specified or included	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
9406	Prefabricated buildings	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex Chapter 95	Toys, games and sports requisites; parts and accessories thereof; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
9503	Other toys; reduced-size ('scale') models and similar recreational models, working or not; puzzles of all kinds	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 9506	Golf clubs and parts thereof	Manufacture in which all the materials used are classified within a heading other than that of the product. However, roughly shaped blocks for making golf club heads may be used	
ex Chapter 96	Miscellaneous manufactured articles; except for:	Manufacture in which all the materials used are classified within a heading other than that of the product	
ex 9601 and ex 9602	Articles of animal, vegetable or mineral carving materials	Manufacture from 'worked' carving materials of the same heading	
ex 9603	Brooms and brushes (except for besoms and the like and brushes made from marten or squirrel hair), hand-operated mechanical floor sweepers, not motorized, paint pads and rollers, squeegees and mops	Manufacture in which the value of all the materials used does not exceed 50 % of the ex-works price of the product	

(1)	(2)	(3)	or (4)
9605	Travel sets for personal toilet, sewing or shoe or clothes cleaning	Each item in the set must satisfy the rule, which would apply to it if it were not included in the set. However, non-originating articles may be incorporated, provided their total value does not exceed 15 % of the ex-works price of the set	
9606.	Buttons, press-fasteners, snap-fasteners and press-studs, button moulds and other parts of these articles; button blanks	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	
9612	Typewriter or similar ribbons, inked or otherwise prepared for giving impressions, whether or not on spools or in cartridges; ink-pads, whether or not inked, with or without boxes	Manufacture in which: — all the materials used are classified within a heading other than that of the product; — the value of all the materials used does not exceed 50 % of the ex-works price of the product	
ex 9613	Lighters with piezo-igniter	Manufacture in which the value of all the materials of heading No 9613 used does not exceed 30 % of the ex-works price of the product	
ex 9614	Smoking pipes and pipe bowls	Manufacture from roughly shaped blocks	
Chapter 97	Works of art, collectors' pieces and antiques	Manufacture in which all the materials used are classified within a heading other than that of the product	

ANNEX III

MOVEMENT CERTIFICATE EUR.1 AND APPLICATION FOR A MOVEMENT CERTIFICATE
EUR.1*Printing instructions*

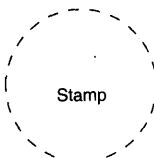
1. Each form shall measure 210×297 mm; a tolerance of up to minus 5 mm or plus 8 mm in the length may be allowed. The paper used must be white, sized for writing, not containing mechanical pulp and weighing not less than 25 g/m^2 . It shall have a printed green guilloche pattern background making any falsification by mechanical or chemical means apparent to the eye.
2. The competent authorities of the Member States of the Community and of the former Yugoslav Republic of Macedonia 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. Each form must bear the name and address of the printer or a mark by which the printer can be identified. It shall also bear a serial number, either printed or not, by which it can be identified.

MOVEMENT CERTIFICATE

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

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

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)	2. Certificate used in preferential trade between and (insert appropriate countries, groups of countries or territories)		
	4. Country, group of countries or territory in which the products are considered as originating	5. Country, group of countries or territory of destination	
6. Transport details (Optional)		7. Remarks	
8. Item number; Marks and numbers; Number and kind of package(¹); Description of goods		9. Gross weight (kg) or other measure (litres, m³, etc.)	10. Invoices (Optional)
11. CUSTOMS ENDORSEMENT Declaration certified Export document (²) Form No Customs office Issuing country or territory Date (Signature)		12. DECLARATION BY THE EXPORTER I, the undersigned, declare that the goods described above meet the conditions required for the issue of this certificate. Place and date (Signature)	



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

NOTES

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

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

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

DECLARATION BY THE EXPORTER

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

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

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

.....

.....

.....

.....

SUBMIT the following supporting documents ⁽¹⁾:

.....

.....

.....

.....

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

REQUEST the issue of the attached certificate for these goods.

.....
(Place and date)

.....
(Signature)

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

ANNEX IV

INVOICE DECLARATION

The invoice declaration, the text of which is given below, must be made out in accordance with the footnotes. However, the footnotes do not have to be reproduced.

English version

The exporter of the products covered by this document (customs authorization No ...⁽¹⁾) declares that, except where otherwise clearly indicated, these products are of ... preferential origin⁽²⁾.

Spanish version

El exportador de los productos incluidos en el presente documento (autorización aduanera nº ...⁽¹⁾) declara que, salvo indicación en sentido contrario, estos productos gozan de un origen preferencial ...⁽²⁾.

Danish version

Eksportøren af varer, der er omfattet af nærværende dokument, (toldmyndighedernes tilladelse nr. ...⁽¹⁾), erklærer, at varerne, medmindre andet tydeligt er angivet, har præferenceoprindelse i ...⁽²⁾.

German version

Der Ausführer (Ermächtigter Ausführer; Bewilligungs-Nr. ...⁽¹⁾), der Waren, auf die sich dieses Handelspapier bezieht, erklärt, daß diese Waren, soweit nicht anders angegeben, präferenzbegünstigte ... Ursprungswaren sind⁽²⁾.

Greek version

Ο εξαγωγέας των προϊόντων που καλύπτονται από το παρόν έγγραφο (άδεια τελωνείου υπ' αριθ. ...⁽¹⁾) δηλώνει ότι, εκτός εάν δηλώνεται σαφώς άλλως, τα προϊόντα αυτά είναι προτιμιακής καταγωγής ...⁽²⁾.

French version

L'exportateur des produits couverts par le présent document (autorisation douanière n° ...⁽¹⁾), déclare que, sauf indication claire du contraire, ces produits ont l'origine préférentielle ...⁽²⁾.

Italian version

L'esportatore delle merci contemplate nel presente documento (autorizzazione doganale n. ...⁽¹⁾) dichiara che, salvo indicazione contraria, le merci sono di origine preferenziale ...⁽²⁾.

Dutch version

De exporteur van de goederen waarop dit document van toepassing is (douanevergunning nr. ...⁽¹⁾), verklaart dat, behoudens uitdrukkelijke andersluidende vermelding, deze goederen van preferentiële ... oorsprong zijn⁽²⁾.

Portuguese version

O abaixo assinado, exportador dos produtos cobertos pelo presente documento (autorização aduaneira nº ...⁽¹⁾), declara que, salvo expressamente indicado em contrário, estes produtos são de origem preferencial ...⁽²⁾.

⁽¹⁾ When the invoice declaration is made out by an approved exporter within the meaning of Article 22 of the Protocol, the authorization number of the approved exporter must be entered in this space. When the invoice declaration is not made out by an approved exporter, the words in brackets shall be omitted or the space left blank.

⁽²⁾ Origin of products to be indicated. When the invoice declaration relates in whole or in part, to products originating in Ceuta and Melilla within the meaning of Article 37 of the Protocol, the exporter must clearly indicate them in the document on which the declaration is made out by means of the symbol 'CM'.

Finnish version

Tässä asiakirjassa mainittujen tuotteiden viejä (tullin lupan:o ...⁽¹⁾) ilmoittaa, että nämä tuotteet ovat, ellei toisin ole selvästi merkitty, etuuskohteluun oikeutettuja ... alkuperätuotteita⁽²⁾.

Swedish version

Exportören av de varor som omfattas av detta dokument (tullmyndighetens tillstånd nr. ...⁽¹⁾) försäkrar att dessa varor, om inte annat tydligt markerats, har förmånsberättigande ... ursprung⁽²⁾.

Version of the former Yugoslav Republic of Macedonia

Извозникот на производите што ти покрива овој документ (царинска дозвола бр. ...⁽¹⁾) изјавува дека, освен ако тоа не е јасно поинаку назначено, овие производи имаат преференцјално потекло⁽²⁾.

.....⁽³⁾
(Place and date)

.....⁽⁴⁾
(Signature of the exporter; in addition the name of the person signing the declaration has to be indicated in clear script)

⁽¹⁾ When the invoice declaration is made out by an approved exporter within the meaning of Article 22 of the Protocol, the authorization number of the approved exporter must be entered in this space. When the invoice declaration is not made out by an approved exporter, the words in brackets shall be omitted or the space left blank.

⁽²⁾ Origin of products to be indicated. When the invoice declaration relates in whole or in part, to products originating in Ceuta and Melilla within the meaning of Article 37 of the Protocol, the exporter must clearly indicate them in the document on which the declaration is made out by means of the symbol 'CM'.

⁽³⁾ These indications may be omitted if the information is contained on the document itself.

⁽⁴⁾ See Article 21 (5) of the Protocol. In cases where the exporter is not required to sign, the exemption of signature also implies the exemption of the name of the signatory.

PROTOCOL 3

on financial cooperation

THE CONTRACTING PARTIES,

REAFFIRMING their resolve to establish ties of cooperation which will contribute to the economic development of the former Yugoslav Republic of Macedonia and promote the strengthening of relations between the Community and the former Yugoslav Republic of Macedonia,

ANXIOUS to develop to this end the financial cooperation provided for in the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia,

HAVE AGREED AS FOLLOWS:

Article 1

Within the framework of the financial cooperation provided for in the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia, the Community shall participate, in accordance with the conditions specified in this Protocol, in the financing of projects designed to contribute to the economic development of the former Yugoslav Republic of Macedonia and in particular projects of common interest to the Community and the former Yugoslav Republic of Macedonia. This participation shall be conditional upon clearance in full by the former Yugoslav Republic of Macedonia of its outstanding financial obligations towards the European Investment Bank and the Community.

Article 2

For the purposes specified in Article 1, the Community shall ask the European Investment Bank, hereinafter referred to as 'the Bank' to make available to the former Yugoslav Republic of Macedonia a total of ECU 150 million. This amount may be committed up to 31 December 2000 in the form of loans from the Bank's own resources according to the rules, conditions and procedures laid down in its statute.

These funds may be combined with resources from the Community budget on the conditions laid down in the Annex.

Article 3

1. The total amount provided for in Article 2 shall be used to part-finance specific capital projects submitted to the Bank with the agreement of the former Yugoslav Republic of Macedonia by public or private bodies or enterprises having a registered place of business in the former Yugoslav Republic of Macedonia or by any other institution of the former Yugoslav Republic of Macedonia.

2. As far as possible the loans referred to in Article 2 shall be used for financing projects relating to infrastructure and, as a matter of first priority, transport infrastructure.

3. (a) Projects shall be appraised for eligibility and loans made in accordance with the detailed rules, conditions and procedures laid down by the Bank's statute.

(b) Loans shall be subject to terms as to their duration established on the basis of the economic and financial characteristics of the projects for which these loans are intended, also taking into account the conditions prevailing on the capital markets on which the Bank obtains its resources.

(c) The interest rate for each loan contract shall be determined in accordance with the Bank's practice, subject to the provisions laid down in the Annex.

Article 4

1. The amounts to be committed each year shall be distributed as evenly as possible throughout the period of application of this Protocol. During the initial period, however, a proportionately higher amount may be committed.

2. The commitment of the instalments is contingent on verification by the Community of the capacity of the former Yugoslav Republic of Macedonia to absorb the loans and the progress being made with economic reform.

3. If, by the end of the period referred to in Article 2, not all of the funds have been committed, this period shall be automatically extended by six months. In that event, the funds shall be used under the same conditions as provided for in this Protocol.

Article 5

Loans made by the Bank for the execution of projects may take the form of co-financing in which notable participants would be banks of the former Yugoslav Republic of Macedonia, credit institutions of the former Yugoslav Republic of Macedonia, the Member States or third countries, or international financial institutions.

Article 6

Enterprises registered under the law of the former Yugoslav Republic of Macedonia, with or without foreign holdings, shall have access to the financing provided for under financial cooperation on equal terms.

Article 7

The execution, management and maintenance of projects financed under financial cooperation between the Community and the former Yugoslav Republic of Macedonia shall be the responsibility of the beneficiaries referred to in Article 3 (1).

The Bank shall ensure that its loans are used in accordance with the agreed allocations and under optimum economic conditions.

Article 8

All natural and legal persons coming within the scope of the Treaty establishing the European Community and all natural and legal persons of the former Yugoslav Republic of Macedonia may participate on equal terms in tendering procedures and other procedures for the award of contracts which may be financed. Such legal persons, formed in accordance with the law of a Member State of the Community or of the former Yugoslav Republic of Macedonia must have their registered offices, their administrative head offices or their principal establishments in the territories in which the Treaty establishing the European Community is applied or in the former Yugoslav Republic of Macedonia; however, where only their registered offices are in those territories or in the former Yugoslav Republic of Macedonia, the activities of such legal persons must be effectively and continuously linked with the economies of those territories or of the former Yugoslav Republic of Macedonia.

Article 9

The former Yugoslav Republic of Macedonia shall apply to contracts awarded for the execution of projects financed under financial cooperation, fiscal and customs arrangements at least as favourable as those applied to most favoured nations and most favoured international organizations in the field of development.

Article 10

The former Yugoslav Republic of Macedonia shall take the necessary measures to ensure that interest and all other payments due to the Bank in respect of loans granted under financial cooperation are exempt from any taxes or levies imposed by the national or local authorities.

Article 11

The provision of a guarantee by the former Yugoslav Republic of Macedonia, or other sufficient guarantees, shall be required by the Bank as a condition for granting loans to beneficiaries other than the former Yugoslav Republic of Macedonia.

Article 12

Throughout the duration of the loans granted under this Protocol, the former Yugoslav Republic of Macedonia shall undertake to make available to debtors holding such loans and to guarantors of such loans the foreign exchange necessary for the payment of interest, commission and other charges and repayment of the principal.

Article 13

The results of financial cooperation may be examined by the Cooperation Council.

Article 14

One year before the expiry of this Protocol the Contracting Parties shall examine what arrangements could be made for financial cooperation during a possible further period.

Article 15

The Annex shall form an integral part of this Protocol.

ANNEX

concerning Article 2

1. The Community may, subject to the conditions set out below, commit ECU 20 million from its budgetary resources in the form of grants for the purpose of providing a two point interest-rate subsidy on the Bank loans for infrastructure projects which are of interest to the Community and to the former Yugoslav Republic of Macedonia.
2. To the extent that these grants concern transport infrastructure projects, they shall be subject to the conclusion of a mutually satisfactory agreement between the Community and the former Yugoslav Republic of Macedonia on the transport sector.

It is noted that Bank loans used to finance transport infrastructure projects other than those listed below are not eligible for an interest rate subsidy:

— *Roads*

- North to south-east motorway (E-75) connecting the Federal Republic of Yugoslavia (Serbia-Montenegro) to the Hellenic Republic, particularly the sections Kumanovo to Tabanovce on the border of the Federal Republic of Yugoslavia (9 km) and Gradsko to Gevgelija on the border of the Hellenic Republic (73 km),
- Main road (M-5) connecting Kriva Krusha to Medzitlija on the border of the Hellenic Republic (93 km), via Titov Veles, Prilep and Bitola, reconstruction and new construction,
- Section of motorway (E-65) connecting Skopje to Tetovo (36 km) together with bypass of Skopje (25 km).

— *Rail/combined transport*

- North to south-east railway connecting the Federal Republic of Yugoslavia (Serbia-Montenegro) to the Hellenic Republic (via Titov Veles), particularly multimodal terminals at Tabanovce, Miravci and Gevgelija,
 - Multimodal terminal at Bitola (on the N/S branch line connecting Titov Veles to Kremenica on the border of the Hellenic Republic),
 - Railway connecting Kumanovo to Beljakovce (30 km, reconstruction) and Beljakovce to Deve Bair (54 km, new construction) on the border of the Republic of Bulgaria with multimodal terminal at Deve Bair and tunnel at border to be connected by new line (2 km) to existing line at Gjueshevo in the Republic of Bulgaria.
3. The grants are of an exceptional nature and shall not set a precedent for financial cooperation between the Community and the former Yugoslav Republic of Macedonia.

LIST OF DECLARATIONS

The plenipotentiaries of:

THE EUROPEAN COMMUNITY,

of the one part, and of

THE FORMER YUGOSLAV REPUBLIC OF MACEDONIA,

of the other part,

on signing, by way of an Exchange of Letters, the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia, adopted the following Declarations:

1. Joint Declaration concerning Article 15 of the Agreement;
2. Joint Interpretative Declaration concerning Article 40 of the Agreement;
3. Declaration of intent by the Contracting Parties on the trade arrangements between the former Yugoslav Republic of Macedonia and other countries of South-Eastern Europe;
4. Declaration of intent by the Contracting Parties concerning the separate agreements on wine and spirits and on textile products;
5. Declaration of intent by the Contracting Parties on future cooperation in the field of labour,

and took note of:

- the Statements by the European Community and by the former Yugoslav Republic of Macedonia on the conclusion of readmission agreements;

and, concerning Protocol 2 on the definition of the concept of 'originating products' and on methods of administrative cooperation, adopted the following Declarations:

1. Joint Declaration concerning the Principality of Andorra;
2. Joint Declaration concerning the Republic of San Marino,

and, concerning Protocol 3 on financial cooperation, adopted the following Declarations:

1. Joint Declaration concerning Article 4 of Protocol 3 on financial cooperation;
2. Declaration by the Community concerning Article 8 of Protocol 3 on financial cooperation;
3. Declaration by the Community on EIB lending.

The Declarations listed above are annexed to this List.

Joint Declaration concerning Article 15 of the Agreement

The Contracting Parties agree that for the first calendar year, if the Agreement comes into force after 1 January, any concessions given within the limits of annual ceilings, quotas or reference quantities will be adjusted *pro rata*.

Joint Interpretative Declaration concerning Article 40 of the Agreement

- (a) For the purposes of the interpretation and practical application of this Agreement, the Contracting Parties agree that the cases of special urgency referred to in Article 40 of the Agreement mean cases of material breach of the Agreement by one of the two Parties. A material breach of the Agreement consists in:
- repudiation of the Agreement not sanctioned by the general rules of international law,
 - violation of the essential elements of the Agreement set out in Article 1 (3) and (4).
- (b) The Contracting Parties agree that the 'appropriate measures' referred to in Article 40 are measures taken in accordance with international law. If a Party takes a measure in a case of special urgency pursuant to Article 40, the other Party may avail itself of the dispute settlement procedure.
-

Declaration of Intent by the Contracting Parties on the trade arrangements between the former Yugoslav Republic of Macedonia and other countries of South-Eastern Europe

1. The Community and the former Yugoslav Republic of Macedonia consider it essential that economic and trade cooperation between the countries of South-Eastern Europe be established as quickly as possible.
 2. The Community is prepared to grant cumulation of origin to certain States in the region which have restored normal economic and trade cooperation as soon as the administrative cooperation needed for cumulation to work properly has been established.
 3. With this in mind, the former Yugoslav Republic of Macedonia declares its readiness to enter into negotiations as soon as possible in order to establish cooperation with other countries in the region.
-

Declaration of Intent by the Contracting Parties concerning the separate agreements on wine and spirits and on textile products

The Community and the former Yugoslav Republic of Macedonia agree that separate agreements on wine and spirits and on textile products shall be negotiated as quickly as possible with a view to their entry into force at the same time as the Cooperation Agreement. In these negotiations, the Contracting Parties will take into account the preferential conditions resulting from the Cooperation Agreement.

Declaration of Intent by the Contracting Parties on future cooperation in the field of labour

The Community and the former Yugoslav Republic of Macedonia express their willingness to include provisions concerning the non-discrimination of each other's nationals legally employed in their respective territories in the context of a possible future agreement.

Statements by the European Community and by the former Yugoslav Republic of Macedonia on the conclusion of readmission agreements

The European Community recalls the importance attached by its Member States to effective cooperation with third countries to facilitate the readmission of nationals of the latter who are present illegally in the territory of a Member State.

The former Yugoslav Republic of Macedonia undertakes to conclude readmission agreements with the Member States of the European Union which so request.

Joint Declaration concerning the Principality of Andorra

1. Products originating in the Principality of Andorra falling within Chapters 25 to 97 of the Harmonized System shall be accepted by the former Yugoslav Republic of Macedonia as originating in the Community within the meaning of this Agreement.
 2. Protocol 2 shall apply *mutatis mutandis* for the purpose of defining the originating status of the abovementioned products.
-

Joint Declaration concerning the Republic of San Marino

1. Products originating in the Republic of San Marino shall be accepted by the former Yugoslav Republic of Macedonia as originating in the Community within the meaning of this Agreement.
 2. Protocol 2 shall apply *mutatis mutandis* for the purpose of defining the originating status of the abovementioned products.
-

Joint Declaration concerning Article 4 of Protocol 3 on financial cooperation

It is understood that the application of Article 4 is dependent upon the submission to the Bank by the former Yugoslav Republic of Macedonia of mutually acceptable projects.

Declaration by the Community concerning Article 8 of Protocol 3 on financial cooperation

The provisions of Protocol 3 on financial cooperation are without prejudice to the general question of the origin of goods and services eligible for financing by the Bank from its own resources and do not, in this connection, affect the exercise by the Bank's bodies of their powers under the statute of the Bank.

Declaration by the Community on EIB lending

The Community notes that EIB lending, including that in the context of Protocol 3 on financial cooperation between the Community and the former Yugoslav Republic of Macedonia, is contingent on its compatibility with the constraints imposed by the Loan Guarantee Fund for the European Union's external actions and by the conclusions of the November 1995 Ecofin Council on EIB lending to third countries.

Information concerning the entry into force of the Cooperation Agreement between the European Union and the former Yugoslav Republic of Macedonia

The Cooperation Agreement between the European Union and the former Yugoslav Republic of Macedonia will enter into force on 1 January 1998, notification of completion of the procedures provided for in Article 48 having been lodged by the parties as at 28 November 1997.

COUNCIL DECISION

of 27 November 1997

concerning the conclusion of an Agreement between the European Community and the former Yugoslav Republic of Macedonia in the field of transport

(97/832/EC)

THE COUNCIL OF THE EUROPEAN UNION,

HAS DECIDED AS FOLLOWS:

Having regard to the Treaty establishing the European Community, and in particular Article 75 in conjunction with the second subparagraph of Article 228 (3) thereof,

Having regard to the proposal from the Commission⁽¹⁾,

Having regard to the assent of the European Parliament⁽²⁾,

Whereas the Agreement between the European Community and the former Yugoslav Republic of Macedonia in the field of transport provides an appropriate means for the permanent removal of various major obstacles to Community transit traffic through the territory of the former Yugoslav Republic of Macedonia;

Whereas the Agreement contributes to the smooth functioning of the internal market because it guarantees free transit through the former Yugoslav Republic of Macedonia for internal transport between Greece and the other Member States and thereby enables international trade to be conducted at the least possible cost to the public at large and to reduce to a minimum the administrative and technical obstacles which affect it;

Whereas, furthermore, it is necessary to ensure the coordinated development of transport flows between and through the territories of the Contracting Parties to the Agreement, particularly by setting the priorities for the development of an appropriate infrastructure in the former Yugoslav Republic of Macedonia with financial help from the Community and by promoting carriage by rail and by combined transport, with a view to protecting the environment;

Whereas, therefore, the Agreement includes provisions intended to simplify customs formalities;

Whereas it is necessary to approve the Agreement on behalf of the Community,

Article 1

The Agreement between the European Community and the former Yugoslav Republic of Macedonia in the field of transport is hereby approved on behalf of the Community.

The text of the Agreement is attached to this Decision.

Article 2

The President of the Council shall give the notification provided for in Article 26 of the Agreement.

Article 3

The Commission, assisted by representatives of the members of the Council, shall represent the Community in the Joint Transport Committee set up by Article 22 of the Agreement.

The position to be taken by the Community within the Joint Transport Committee shall be adopted by the Council acting by a qualified majority on a proposal from the Commission. The Council shall act by simple majority when the decision which the Joint Transport Committee proposes to take relates to the Committee's rules of procedure.

Decisions taken by the Joint Transport Committee shall be published in the *Official Journal of the European Communities*.

Article 4

This Decision shall be published in the *Official Journal of the European Communities*.

It shall take effect on the day of its publication.

Done at Brussels, 27 November 1997.

For the Council

The President

M. FISCHBACH

⁽¹⁾ OJ C 79, 12. 3. 1997, p. 159.

⁽²⁾ OJ C 339, 10. 11. 1997.

AGREEMENT

between the European Community and the former Yugoslav Republic of Macedonia in the field of transport

THE EUROPEAN COMMUNITY,

hereinafter referred to as 'the Community',

of the one part, and

THE FORMER YUGOSLAV REPUBLIC OF MACEDONIA,

of the other part,

hereinafter called 'the Contracting Parties',

HAVING REGARD to the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia, signed at Luxembourg on 29 April 1997, and in particular Article 7 thereof;

CONSIDERING that it is essential for the Community, in the context of the smooth functioning of the internal market and the implementation of the common transport policy, to ensure that Community goods in transit through certain third countries, and in particular the former Yugoslav Republic of Macedonia, can flow as quickly and efficiently as possible without hindrance or discrimination;

CONSIDERING that the former Yugoslav Republic of Macedonia is a transit country because of its geographical position and that existing mutual rights and obligations regarding access to the market and transit should be further developed;

CONSIDERING that the Contracting Parties recognize that an essential part of an agreement must be the creation and development as rapidly as possible of transport infrastructure suited to their mutual requirements and equitable rules governing market access for their carriers;

CONSIDERING that the Contracting Parties are willing to contribute to the creation of a regional transport infrastructure favourable to cooperation and good neighbourly relations within the region of South-Eastern Europe;

CONSCIOUS that the Interim Accord of 13 September 1995 contributes to regional stability, and favours cooperative relations between the Hellenic Republic and the former Yugoslav Republic of Macedonia;

CONSIDERING that an overall solution to the problems in question may be provided by close cooperation between the Contracting Parties, in particular in introducing and developing a package of coordinated measures on transport so as to ensure reciprocal access to the Community and the former Yugoslav Republic of Macedonia's markets and to facilitate road and rail traffic by appropriate means on a competitive basis;

CONSIDERING that this package of measures must also aim to protect the environment;

CONSIDERING that an appropriate transitional period will allow time for adjustment to any new provisions which may prove necessary,

HAVE AGREED AS FOLLOWS:

TITLE I

AIM, SCOPE AND DEFINITIONS

Article 1

Aim

The aim of this Agreement between the Community and the former Yugoslav Republic of Macedonia is to promote cooperation between the Contracting Parties on transport, and in particular transit traffic, and to ensure for this purpose that transport between and through the territories of the Contracting Parties is developed in a coordinated manner by means of the complete and interdependent application of all the provisions of this Agreement.

Article 2

Scope

1. Cooperation shall cover transport, and in particular road, rail and combined transport, and shall include the relevant infrastructure, taking into account the regional context.

2. In this connection, the scope of this Agreement shall cover in particular:

- transport infrastructure in the territory of one or other Contracting Party to the extent necessary to achieve the objective of this Agreement,
- market access, on a reciprocal basis, in the field of road transport,
- essential legal and administrative supporting measures including commercial, taxation, social and technical measures,
- cooperation in developing a transport system which meets environmental needs,
- a regular exchange of information on the development of the transport policies of the Contracting Parties, with particular regard to transport infrastructure.

3. Air transport is governed by the particular provisions of the declaration in Annex III.

Article 3

Definitions

For the purposes of this Agreement, the following definitions shall apply:

- (a) Community transit traffic: the carriage, by a carrier established in the Community, of goods in transit

through the former Yugoslav Republic of Macedonia's territory en route to or from a Member State of the Community;

- (b) the former Yugoslav Republic of Macedonia's transit traffic: the carriage, by a carrier established in the former Yugoslav Republic of Macedonia, of goods in transit from the former Yugoslav Republic of Macedonia through Community territory and destined for a third country or of goods from a third country destined for the former Yugoslav Republic of Macedonia;
- (c) combined transport: the carriage of goods by road vehicles or loading units which, without the goods being unloaded, travel by road for part of the journey between the point of departure and the point of arrival and by rail for another part of that journey.

TITLE II

INFRASTRUCTURE

Article 4

General provision

The Contracting Parties hereby agree to adopt mutually coordinated measures to develop transport infrastructure as a vital means of solving the problems affecting the carriage of goods through the former Yugoslav Republic of Macedonia, in particular on the North to South-East route as well as on certain other routes, including associated multimodal terminals.

Article 5

Planning

1. The development of the following main road and rail routes and projects is of particular interest to the Community and the former Yugoslav Republic of Macedonia. The respective priorities shall determine the application of the former Yugoslav Republic of Macedonia's own resources and co-financing from the Community to these projects.

- North to South-East motorway (E-75) connecting the Federal Republic of Yugoslavia (Serbia-Montenegro) to the Hellenic Republic, particularly the sections Kumanovo to Tabanovce on the border of the Federal Republic of Yugoslavia (9 km) and Gradsko to Gevgelija on the Border of the Hellenic Republic (73 km),

- North to South-East railway connecting the Federal Republic of Yugoslavia (Serbia-Montenegro) to the Hellenic Republic (via Titov Veles), particularly multimodal terminals at Tabanovce, Miravci and Gevgelija,
- Main road (M-5) connecting Kriva Krusha to Medzitlija on the border of the Hellenic Republic (93 km), via Titov Veles, Prilep and Bitola, reconstruction and new construction,
- Multimodal terminal at Bitola (on the N/S branch line connecting Titov Veles to Kremenica on the border of the Hellenic Republic),
- Railway connecting Kumanovo to Beljakovce (30 km, reconstruction) and Beljakovce to Deve Bair (54 km, new construction) on the border of the Republic of Bulgaria with multimodal terminal at Deve Bair and tunnel at border to be connected by new line (2 km) to existing line at Gjueshevo in the Republic of Bulgaria,
- Section of motorway (E-65) connecting Skopje to Tetovo (36 km) together with bypass of Skopje (25 km).

2. The Contracting Parties have agreed that their common aim shall be to complete construction of the major transport routes referred to in paragraph 1 as soon as possible.

Article 6

Financial aspects

1. The Community shall contribute financially to the necessary infrastructure work referred to in Article 5. This financial contribution shall take the form of credit from the European Investment Bank and any other form of financing which can provide further resources.
2. In order to speed up the work the Commission of the European Communities will endeavour, as far as possible, to encourage the use of additional resources such as investment by certain Member States of the Community on a bilateral basis or from public or private funds.

Article 7

In order to achieve the objectives set out in Article 5, the Community shall make finances available to the former Yugoslav Republic of Macedonia under Protocol 3 on financial cooperation to the Cooperation Agreement between the European Community and the former Yugoslav Republic of Macedonia for the period up to 31 December 2000.

TITLE III

RAIL AND COMBINED TRANSPORT

Article 8

General provision

The Contracting Parties shall adopt the mutually coordinated measures necessary for the development and promotion of rail and combined transport as a means of ensuring that in the future a major proportion of their bilateral and transit transport through the former Yugoslav Republic of Macedonia is performed under more environmentally-friendly conditions.

Article 9

Particular aspects relating to infrastructure

As part of the modernization of the former Yugoslav Republic of Macedonia's railways, the necessary steps shall be taken to adapt the system for combined transport, with particular regard to the development or building of terminals, and to tunnel gauges and to capacity, which require substantial investment.

Article 10

Supporting measures

The Contracting Parties shall take all the steps necessary to encourage the development of combined transport.

The purpose of such measures shall be:

- to encourage users and consignors to use combined transport,
- to make combined transport competitive with road transport, in particular by financial support by the Community or the former Yugoslav Republic of Macedonia in the context of their respective legislations,
- to encourage the use of combined transport over long distances and to promote, in particular, the use of swap bodies, containers and unaccompanied transport in general,
- to improve the speed and reliability of combined transport and in particular:
 - to increase the frequency of convoys in accordance with the needs of consignors and users,
 - to reduce the waiting time at terminals and increase their productivity,

- to remove all obstacles from the approach routes so as to improve access to combined transport,
- to harmonize, where necessary, the weights, dimensions and technical characteristics of specialized equipment, in particular so as to ensure the necessary compatibility of gauges, and to take coordinated action to order and to put into service such equipment as is required by the level of traffic,
- and, in general, to take any other appropriate action.

Article 11

The role of the railways

In connection with the respective powers of the States and the railways, the Contracting Parties shall, in respect of both passenger and goods transport, recommend that their railways:

- step up cooperation, whether bilateral, multilateral or within international railway organizations, in all fields, with particular regard to the improvement of the quality of transport services,
- try to establish in common a system of organizing the railways so as to encourage consignors to send freight by rail rather than road, in particular for transit purposes, on a basis of fair competition and while leaving the user freedom of choice in the matter,
- agree on measures to integrate the former Yugoslav Republic of Macedonia's railways in traffic management by using the Docimel electronic consignment note system and the Hermes computerized system for passenger reservations as well as other purposes,
- harmonize their arrangements for railway staff training.

TITLE IV

ROAD TRANSPORT

Article 12

General provisions

1. With regard to mutual access to transport markets, the Contracting Parties agree, initially and without

prejudice to paragraph 2, to maintain the regime resulting from bilateral agreements or other existing international bilateral instruments concluded between each Member State of the Community and the former Yugoslav Republic of Macedonia or, where there are no such agreements or instruments, arising from the *de facto* situation in 1991.

However, whilst awaiting the conclusion of an agreement between the Community and the former Yugoslav Republic of Macedonia on access to the road transport market, as provided for in Article 13, and on road taxation, as provided for in Article 14.2, the former Yugoslav Republic of Macedonia shall cooperate with the Member States of the Community to amend these bilateral agreements to adapt them to this Agreement.

2. The Contracting Parties hereby agree to grant unrestricted access to Community transit traffic through the former Yugoslav Republic of Macedonia and to the former Yugoslav Republic of Macedonia's transit traffic through the Community with effect from the date on which this Agreement enters into force.

3. By way of derogation from paragraph 2 the following provisions will apply to the former Yugoslav Republic of Macedonia's transit traffic through Austria:

- (a) for the period from the date on which this Agreement enters into force to 31 December 1998 a regime for the former Yugoslav Republic of Macedonia's transit identical to that applied between the Republic of Austria and the former Yugoslav Republic of Macedonia in 1996 will be maintained. No later than 31 January 1998 the Joint Transport Committee established by Article 22 will examine the functioning of the regime applied between the Republic of Austria and the former Yugoslav Republic of Macedonia in the light of the principle of non-discrimination which must apply to heavy goods vehicles from the European Community and such vehicles from the former Yugoslav Republic of Macedonia in transit through Austria. Appropriate measures will be adopted by the Joint Transport Committee in order to ensure, if necessary, effective non-discrimination;

- (b) with effect from 1 January 1999 a system of ecopoints similar to that laid down by Article 11 of Protocol No 9 to the Act of Accession of the Republic of Austria, the Kingdom of Sweden and the Republic of Finland to the European Union will apply. The method of calculation and the detailed rules and procedures for the management and control of the ecopoints will be agreed in good time by means of an exchange of letters between the Contracting Parties and will be in line with the provisions of Articles 11 and 14 of the abovementioned Protocol No 9.

4. If, as a result of the rights granted under paragraph 2, transit traffic by Community hauliers increases to such a degree as to cause or threaten to cause serious harm to road infrastructure and/or traffic fluidity on the axes, projects and links mentioned in Article 5, the former Yugoslav Republic of Macedonia may call an emergency meeting of the Joint Transport Committee established by Article 22 at which it may propose such temporary measures as are necessary to limit or mitigate such harm. The Joint Transport Committee shall meet within 30 days in order to assess the situation and recommend without delay appropriate remedial action. If no agreement is reached within 60 days from the day of the call to an emergency meeting, the former Yugoslav Republic of Macedonia may introduce temporary measures for a duration of up to three months. Under the same circumstances, if problems arise on Community territory next to the former Yugoslav Republic of Macedonia's border, the competent authorities, including those of the region concerned, may adopt the appropriate necessary measures. The Joint Transport Committee shall take a final decision on appropriate remedial measures, if any, before expiry of the temporary measures. The decision of the Joint Transport Committee shall be implemented immediately and shall be proportional and of a non-discriminatory nature. This clause shall cease to apply once the aims set out in Article 5 are achieved and, at the latest, at the end of 31 December 2002.

5. The Contracting Parties shall refrain from taking any unilateral action which might lead to discrimination between Community and the former Yugoslav Republic of Macedonia's carriers or vehicles. Each Contracting Party shall take all steps necessary to facilitate road transport to or through the territory of the other Contracting Party.

Article 13

Access to the market

The Contracting Parties shall, as a matter of priority, undertake to work together to seek, each of them subject to their internal rules,

- courses of action likely to favour the development of a transport system which meets the needs of the Contracting Parties, and which is compatible, on the one hand, with the smooth functioning of the internal Community market and the implementation of the common transport policy and, on the other hand, with the former Yugoslav Republic of Macedonia's economic and transport policy,
- a definitive system for regulating future road transport market access between the Contracting Parties on the basis of reciprocity.

Article 14

Taxation, tolls and other charges

1. The Contracting Parties accept that the taxation of road vehicles, tolls and other charges on either side must be non-discriminatory.

2. The Contracting Parties shall enter into negotiations with a view to reaching an agreement on road taxation, as soon as possible, on the basis of the rules adopted by the Community on this matter. The purpose of this Agreement shall be, in particular, to ensure the free flow of trans-frontier traffic, to reduce differences between the road taxation systems applied by the Contracting Parties and to eliminate distortions of competition arising from such differences.

3. Pending the conclusion of the negotiations mentioned in paragraph 2, the Contracting Parties will eliminate discrimination between hauliers of the Community or the former Yugoslav Republic of Macedonia when levying taxes and charges on the circulation and/or possession of heavy goods vehicles as well as taxes or charges levied on transport operations in the territory of the Contracting Parties.

4. Until the conclusion of the agreements mentioned in paragraph 2 and in Article 13 any change proposed after the entry into force of this Agreement to fiscal charges, tolls or other charges which may be applied to Community traffic in transit through the former Yugoslav Republic of Macedonia will be subject to a prior consultation procedure in the Joint Committee.

Article 15

Weights and dimensions

1. The former Yugoslav Republic of Macedonia accepts that road vehicles complying with Community standards on weights and dimensions may circulate freely and without hindrance in this respect on the routes mentioned in Article 5. Until 31 December 2002 at the latest, road vehicles which do not comply with the former Yugoslav Republic of Macedonia's existing standards will be subject to a special non-discriminatory charge which reflects the damage caused by additional axle weight. Six months after the entry into force of this Agreement, vehicles equipped with air suspension or equivalent suspension systems as defined in Council Directive 92/7/EEC shall be subject to a reduced rate of these special charges.

2. The former Yugoslav Republic of Macedonia will endeavour to harmonize its existing regulations and standards for road construction with the legislation prevailing in the Community by the end of 1997

and will make major efforts for improvement of the existing routes mentioned in Article 5 to those new regulations and standards within the proposed time, in accordance with its financial possibilities. When such an upgrading is in place the special charges mentioned in paragraph 1 will be abolished.

Article 16

The environment

1. In order to protect the environment, the Contracting Parties shall endeavour to introduce standards on gaseous and particulate emissions and noise levels for heavy goods vehicles which ensure a high level of protection.

2. In order to provide the industry with clear information and to encourage coordinated research, programming and production, exceptional national standards in this field shall be avoided.

Vehicles which comply with standards laid down by international agreements also relating to the environment may operate without further restrictions in the territory of the Contracting Parties.

3. For the purpose of introducing new standards, the Contracting Parties shall work together to achieve the abovementioned objectives.

Article 17

Social aspects

1. The Contracting Parties shall harmonize their legislation on the training of road haulage personnel, particularly with respect to the carriage of dangerous goods.

2. The former Yugoslav Republic of Macedonia undertakes to seek to become a signatory to the European Agreement concerning the work of crews of vehicles engaged in international road transport (ERTA). Until such time as the effects of such admission are felt, the Contracting Parties shall endeavour to harmonize their legislation on driving time and drivers' rest periods and crew composition.

3. Pending harmonization in this field, the Contracting Parties shall recognise each other's recording methods used to monitor implementation of their respective social legislation in the field of road transport.

4. The Contracting Parties shall ensure the equivalence of their respective laws on the admission to the occupation of road haulage operator, with a view to their mutual recognition.

Article 18

Provisions relating to traffic

1. The Contracting Parties shall pool their experience and endeavour to harmonize their legislation so as to improve the flow of traffic during peak periods (weekends, public holidays, the tourist season).

2. In general, the Contracting Parties shall encourage the introduction, development and cooperation of a road traffic information system.

3. They shall endeavour to harmonize their legislation on the carriage of perishable goods, live animals and dangerous substances.

4. The Contracting Parties shall also endeavour to harmonize the technical assistance to be provided to drivers, the dissemination of essential information on traffic and other matters of concern to tourists, and emergency services including ambulance services.

TITLE V

SIMPLIFICATION OF FORMALITIES

Article 19

Simplification of formalities

1. The Contracting Parties agree to simplify the flow of goods by rail and road, whether bilateral or in transit.

2. The Contracting Parties agree to begin negotiations with a view to concluding an agreement on the facilitation of controls and formalities relating to the carriage of goods.

3. The Contracting Parties agree, to the extent necessary, to take joint action on, and to encourage, the adoption of further simplification measures.

Article 20

Customs cooperation

1. The Contracting Parties shall cooperate so as to bring the former Yugoslav Republic of Macedonia's customs legislation into line with that of the Community.

2. Cooperation shall, in particular, include the following:

- the exchange of information,
- the introduction of a single administrative document,

- the interconnection between Community transit systems and those of the former Yugoslav Republic of Macedonia,
- the organization of seminars and training courses.

The Community shall supply such technical assistance as is necessary.

TITLE VI

FINAL PROVISIONS

Article 21

Widening of the scope

If one of the Contracting Parties concludes, on the basis of experience in the application of this Agreement, that other measures which do not fall within the scope of the Agreement are in the interest of a coordinated European transport policy and, in particular, may help to solve the problem of transit traffic, it shall make suggestions in this respect to the other Contracting Party.

Article 22

Joint Transport Committee

The body responsible for cooperation shall be a Joint Transport Committee to be known as the 'Community/the former Yugoslav Republic of Macedonia's Transport Committee'. The Committee:

- shall be made up of representatives appointed by the Community and the former Yugoslav Republic of Macedonia,
- shall meet alternately in the Community or in the former Yugoslav Republic of Macedonia at least once a year and more frequently where necessary at the request of one of the Contracting Parties,
- shall establish its own rules of procedure,
- shall ensure the proper implementation of the Agreement and, in particular:
 - (a) shall draw up plans for cooperation on rail and combined transport, transport research and the environment;
 - (b) shall analyse the application of the decisions contained in this Agreement and shall recommend appropriate measures for any possible problems, in particular in accordance with Article 12 (3) and (4);

- (c) shall, in 1999, undertake an assessment of the situation as regards infrastructure improvement and the implications of free transit;
- (d) shall organize work on transport infrastructure, including the planning and implementation of investments and, where appropriate, their development, if necessary by setting up an *ad hoc* group of experts specifically responsible for this task;
- (e) shall resolve any disputes which may arise over the application and interpretation of this Agreement;
- (f) shall coordinate the monitoring, forecasting and other statistical work relating to international transport and in particular transit traffic;
- (g) shall coordinate transport research activities.

Article 23

Termination

This Agreement is concluded for a period ending on 31 December 2003. If neither of the Contracting Parties denounces it, with 12 months notice effective from the end of the following year, then the Agreement is automatically renewed for a period of 1 year.

Article 24

Annexes

The Annexes shall form an integral part of this Agreement.

Article 25

Languages

This Agreement is drawn up in duplicate in each of the official languages of the Contracting Parties, each of these texts being equally authentic.

Article 26

Entry into force

This Agreement shall be concluded in accordance with the Contracting Parties' own procedures. It shall enter into force as soon as the Contracting Parties have notified one another of the completion of the procedures necessary for that purpose.

ANNEX I

Joint Declaration

1. The Community and the former Yugoslav Republic of Macedonia take note that the levels of gaseous emissions and noise currently accepted in the Community for the purposes of heavy goods vehicle type-approval are as follows:

CO	HC	NO _x	Particles
4,9 g/Kwh	1,23 g/Kwh 0,4 g/Kwh	9,0 g/Kwh	0,7 g/Kwh < 85 g/Kwh

2. Council Directive 91/542/EEC sets the following levels, with effect from 1 October 1996, within the Community:

CO	HC	NO _x	Particles
4,0 g/Kwh	1,1 g/Kwh	7,0 g/Kwh	0,3/0,15 g/Kwh

3. The Community and the former Yugoslav Republic of Macedonia shall endeavour to reduce the COP values of emissions in future relying in doing so on the latest state of the art in environment-friendly motor vehicle and fuel composition technology.

ANNEX II

Joint Declaration

The Contracting Parties recognize the geographical position of the former Yugoslav Republic of Macedonia as a landlocked country and the importance of the flow of goods between the former Yugoslav Republic of Macedonia and sea ports, *inter alia* in the context of Articles 13 and 14 of the Interim Accord of 13 September 1995. They are therefore prepared to examine this issue in due course.

ANNEX III

Declaration concerning Article 2

The former Yugoslav Republic of Macedonia expressed its interest in opening, as soon as possible, negotiations on future cooperation in the field of air transport.

The Community took careful note of the interest expressed by the former Yugoslav Republic of Macedonia.

Information regarding the entry into force of the Transport Agreement between the European Community and the former Yugoslav Republic of Macedonia

The parties having, on 28 November 1997, completed the notifications relating to the conclusion of the procedures laid down in Article 26, the Transport Agreement between the European Community and the former Yugoslav Republic of Macedonia will enter into force on that date.

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