EFTA-Mexico Appendix 1 to Annex [Rules of Origin] – EFTA Proposal

## APPENDIX 1 TO ANNEX [ROO]

## PRODUCT-SPECIFIC RULES

## **Interpretative Notes**

- 1. The product-specific rules (PSR) of this Annex are based on HS 2012. The first column of the list contains chapters, headings or sub-headings and the second column sets out a description of the products. For each entry in the first two columns, one or two rules are specified in columns 3 and 4. If the HS code in column 1 is preceded by an 'ex', this signifies that the rules in column 3 or 4 apply only to the part of that chapter, heading or sub-heading as described in column 2. Where, for an entry in the first two columns, a rule is specified in both columns 3 and 4, either one may be applied. If no origin rule is given in column 4, the rule set out in column 3 shall be applied.
- 2. Pursuant to article [General Requirements] (b), the PSR may be fulfilled by operations in different companies, provided the working or processing takes place within the territory of a Party and fulfils the requirements of Annex [Rules of origin].
- 3. A PSR set out in this Appendix represents the minimum amount of working or processing required to be carried out on non-originating materials for the resulting product to achieve originating status. A greater amount of working or processing than that required by the rule for that product shall also confer originating status.
- 4. If a PSR in the list specifies that a product may be manufactured from more than one material, any one or more materials may be used. It does not require that all be used.
- 5. If a PSR in the list specifies that a product must be manufactured from a particular material, the condition does not prevent the use of other materials in addition.
- 6. If a PSR excludes the use of materials classified in certain chapters, headings, or subheadings of the Harmonized System, those materials must be originating for the products to qualify as originating.
- 7. If a product, which has acquired originating status by fulfilling the conditions set out in the list, is used as material in the manufacture of another product, the conditions applicable to the final product do not apply to the material. No account shall be taken of the non-originating components of that material.

- 8. Where a rule uses the expression "Manufacture from materials of any heading", materials of any heading, even materials of the same description and heading as the product, may be used, subject, however, to any specific limitations which may also be contained in the rule.
- 9. The products mentioned in the list are not all covered by this Agreement. Other parts of this Agreement, e.g. exclusion lists and dismantling lists, must be consulted in order to come to the conclusion whether preferential access may be granted to a given product imported from a Party to another.

List

HS heading	Description of product	Working or processing, carried out on non-originating materials, which confers originating status	
(1)	(2)	(3)	or (4)
Chapter 30	Pharmaceutical products	Manufacture from non-originating materials of any heading	
Chapter 38	Miscellaneous chemical products	Manufacture from non-originating materials of any heading	
ex Chapter 40	Rubber and articles thereof; except for:	Manufacture from non-originating materials of any heading, except that of the product	Manufacture in which the value of all the non-originating materials used does not exceed 70% of the ex-works price of the product
ex 40.12	Retreaded or used pneumatic tyres of rubber	Manufacture from non-originating materials of any other heading, except that of the product and from heading 40.11	
Chapter 90	Optical, photographic, cinematographic, measuring, checking, precision, medical or surgical instruments and apparatus; parts and accessories thereof	Manufacture from non-originating materials of any heading, except that of the product	Manufacture in which the value of all the non-originating materials used does not exceed 70% of the ex-works price of the product