COMMISSION OF THE EUROPEAN COMMUNITI

UNIVERSITY OF PITTSBURCussels, 24th April 1980

COM(80) 205

JUL 7 1980 JUL 8 1980

GIFT & EXCHANGE

COMMISSION COMMUNICATION TO THE COUNCIL

on the negotiation between the European Economic Community and

the Socialist Federative Republic of Yugoslavia of :

- the Interim Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia concerning trade and trade cooperation,
- and the interim protocol between the European Economic Community and the Socialist Federative Republic of Yugoslavia, on the advance implementation of Protocol nº 2 to the Cooperation Agreement.

PROPOSAL FOR A COUNCIL REGULATION (EEC)

on the safeguard measures provided for in the Cooperation Agreement and the Interim Agreement concerning trade and trade cooperation between the European Economic Community and the Socialist Federative Republic of Yugoslavia

RECOMMENDATION FOR A COUNCIL REGULATION (EEC)

on the conclusion of the Cooperation Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia

(presented by the Commission to the Council)

COM(80) 205 final



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Exchange of letters of 14 April 1980 on the occasion of the initialling of the Interim Agreement and the Interim Protocol

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- Recommendation for a Council Regulation on the conclusion of the Cooperation Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia

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COMMISSION COMMUNICATION TO THE COUNCIL

1. In order to implement rapidly the provisions relating to trade and trade cooperation as well as the provisions of protocol n° 2, on financial cooperation, of the cooperation agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, the Commission transmits herewith :

a) the draft Interim Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia concerning trade and trade cooperation;

- Protocol nº 1 on the products referred to in Article 2 of the Agreement,
- Protocol nº 2 on the definition of the concept of "originating products" and methods of administrative cooperation;
- Fourteen declarations and one exchange of letters which appear in the Final Act (see part I).

b) The draft protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on the advance implementation of Protocol n° 2, concerning financial cooperation to the Cooperation Agreement and the declaration which appears in the Final Act (see part II).

2. The delegations of the Community and of the Socialist Federal Pepublic of Yugoslavia indicated their agreement on those texts at the end of the negotiations held in Brussels on 14 april 1980.

They agreed on the same date to enter in the minutes of the negotiations two declarations relating to the interim agreement concerning trade and trade cooperation (see part III).

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3. The Commission recommends that the Council approve the results of the negotiations and that it initiate the procedures for the signature and conclusion of the interim agreement and of the interim protocol. It transmits therefore to the Council a recommandation and a proposal for regulations concluding respectively the interim agreement and the interim protocol (see parts I and II).

The signature of the interim agreement and of the interim protocol should take place as soon as possible in order to enable their entry into force on 1st July 1980.

4. In addition the Commission transmits herewith a recommandation for a regulation on the safeguard measures provided for in the cooperation agreement and in the interim agreement, concerning trade and trade cooperation, between the European Economic Community and the Socialist Federal Republic of Yugoslavia; a recommandation for a regulation concluding the cooperation agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia (see part IV). Subject : Completion of the negotiations for the conclusion of the :

- Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, and the
- Interim protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on the advance implementation of Protocol nº 2 to the Cooperation Agreement.

Madam,

On 14 April, the Community Delegation and the Yugoslav Delegation, meeting in Brussels to negotiate the interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, together with its protocols, and the interim protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on the advance implementation of Protocol n° 2 to the Cooperation Agreement, gave their agreement to the texts listed below, which will be submitted to the two delegations'authorities for their approval :

- Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, together with forteen declarations and 1 exchange of letters;
- Protocol nº 1 on the products referred to in Article 2 of the Agreement;
- Protocol nº 2 on the definition of the concept of "originating products" and methods of administrative cooperation.

Mrs. Milica ZIBERNA Deputy Federal Secretary for external trade Head of the Delegation of the <u>Socialist Federal Republic of Yugoslavia</u> Provisional address: Rue de la Loi 200, B-1049 Brussels - Telephone 735 00 40/73580 40 - Telegraphic address: "COMEUR Brussels" -Telex: "21877 COMEU B" - Interim protocol between the European Economic Community and the Socialist Federa' Republic of Yugoslavia, on advance implementation of protocol nº 2 to the cooperation agreement. together with 1 declaration.

Please find enclosed the French-language texts. The texts of the documents in the other languages will be issued after legal and linguistic revision.

I should be obliged if you would confirm that you are in agreement with the content: of this letter.

Please also find enclosed the text of an exchange of letters relating to the minutes of the negotiations of the interim agreement concerning Trade and Trade cooperation.

Please accept, Madam, the assurance of my highest consideration.

Roy DENMAN Director general Head of the Community Delegation Subject : Completion of the negotiations for the conclusion of the :

- Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, and the
- Interim protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on the advance implementation of Protocol nº 2 to the Cooperation Agreement.

Sir,

In your letter of 14 April 1980 you informed me as follows :

"On 14 April, the Community Delegation and the Yugoslav Delegation, meeting in Brussels to negotiate the interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, together with its protocols, and the interim protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on the advance implementation of Protocol n° 2 to the Cooperation Agreement, gave their agreement to the texts listed below, which will be submitted to the two delegations'authorities for their approval :

- Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning Trade and Trade cooperation, together with forteen declarations and 1 exchange of letters;
- Protocol nº 1 on the products referred to in Article 2 of the Agreement;
- Protocol nº 2 on the definition of the concept of "originating products" and methods of administrative cooperation.

Sir Roy DENMAN Director general Head of the Community Delegation •/•••

- Interim protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, on advance implementation of protocol nº 2 to the cooperation agreement, together with 1 declaration.

Please find enclosed the French-language texts. The texts of the documents in the other languages will be issued after legal and linguistic revision.

I should be obliged if you would confirm that you are in agreement with the contents of this letter."

I have the honour to acknowledge receipt of this letter and to confirm that my delegation is in agreement with the foregoing.

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Please accept, Sir, the assurance of my highest consideration.

Milica ZIBERNA Deputy Federal Secretary for external trade

Head of the Delegation of the Socialist Federal Republic of Yugoslavia PARTI

Recommendation for a

COUNCIL REGULATION (EEC)

concluding the Interim Agreement between the European Economic Community and the Socialist Fede**ral** Republic of Yugoslavia concerning trade and commercial cooperation

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 113 thereof,

Having regard to the recommendation from the Commission,

Whereas, pending the entry into force of the Cooperation Agreement signed in Belgrade on 2 April 1980, it is necessary to conclude the Interim Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia concerning trade and commercial cooperation signed on the

HAS ADOPTED THIS REGULATION :

Article 1

The Interim Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia concerning trade and commercial cooperation, together with the declarations and the exchange of letters annexed to the Final Act, are hereby approved on behalf of the Community.

The texts of the Interim Agreement and of the Final Act are annexed to this Regulation.

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The President of the Council shall carry out, on behalf of the Community, the notification procedure provided for in Article 42 of the Interim Agreement (1).

Article 3

This Regulation shall enter into force on the third day following its publication in the Official Journal of the European Communities.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council The President

(1) The date of entry into force will be published in the Official Journal of the European Communities.

INTERIM AGREEMENT

between the European Economic Community and the Socialist Federal Republic of Yugoslavia on trade and commercial cooperation

THE COUNCIL OF THE EUROPEAN COMMUNITIES, of the one part, and

THE FEDERAL EXECUTIVE COUNCIL OF THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA, of the other part,

Whereas a Cooperation Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia was signed in Belgrade on 2 April 1980; whereas this represents the resolve of the contracting parties to strengthen economic cooperation between the Community and its Member States, on the one hand, and the Socialist Federal Republic of Yugoslavia, a non-aligned, European, Mediterranean State and a member of the Group of seventy-seven developing countries, on the other hand;

Whereas the object of the Cooperation Agreement in conformity with the Joint Declaration signed in Belgrade on 2 December 1976 is to strengthen, consolidate and diversify the relations established on the basis of the trade Agreement signed on 26 Juni 1973 between the European Economic Community and the Socialist Federal Republic of Yugoslavia, in particular taking account of their respective levels of economic development with a view to fostering a better balance and an improvement in the structure of their trade and expanding its volume;

Whereas its object is also to contribute to the attainment of the objectives of the Agreement signed at Osimo on 10 november 1975 by the Italian Republic and the Socialist Federal Republic of Yugoslavia and in particular the objectives contained in the Protocol on the free zone and in the Agreement on the promotion of economic cooperation between the two countries;

.../...

Whereas the Cooperation Agreement is furhter intended to ensure a more solid foundation for cooperation between countries with differing levels of economic development, in the framework of the international community's efforts to establish a more just and equitable economic order;

Whereas it is necessary to take into account the signifiance of the new situation created by the enlargement of the Community for the organisation of more harmonious economic and trade relations between the Community and the Socialist Federal Republic of Yugoslavia, and to strengthen existing links between neighbours;

Whereas, pending the entry into force of the Cooperation Agreement, it is necessary to ensure continuity between the application of the trade Agreement and the application of the Cooperation Agreement, particularly in the sphere of trade and commercial cooperation;

Whereas to that end it is necessary to implement as speedily as possible, by means of an Interim Agreement, certain provisions of the Cooperation Agreement relating to trade and to commercial cooperation;

Whereas it is necessary to ensure that, pending the entry into force of the Cooperation Agreement and the establishment of the Cooperation Council, the Joint Commission set up by the trade Agreement can exercise the powers assigned by the Cooperation Agreement to the Cooperation Council with regard to commercial cooperation, which are required in order to implement the Interim Agreement,

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

THE COUNCIL OF THE EUROPEAN COMMUNITIES:

THE FEDERAL EXECUTIVE COUNCIL OF THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA:

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TITLE I

- 3 -

TRADE

Article 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 the need to ensure a better balance in their trade with a view to improving the conditions of access for Yugoslav products to the Community market.

A. INDUSTRIAL PRODUCTS

Article 2

Subject to the special provisions laid down in respect of certain products in this Title and in Protocol nº 1, products originating in Yugoslavis which are not listed in Annex II to the Treaty establishing the European Community or 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 3

The arrangements provided for in Article 1 of Protocol n° 7 to the Act concerning the conditions of accession and the adjustments to the Treaties of 22 January 1972, on imports of motor vehicles and the motor vehicle assembly industry in Ireland, shall apply to Yugoslavia for the period specified in the said Article.

1. This Agreement shall not affect the provisions of the Agreement concerning trade in textiles between Yugoslavia and the Community concluded in the framework of the Arrangement regarding International Trade in Textiles.

2. No later than six months before the expiry of the abovementioned Agreement, the Contracting Parties shall determine the arrangements to be applied to textile products subsequently.

Article 5

1. Customs duties on imports into the Community of the products listed below shall be abolished in stages in accordance with the timetable set in paragraph 2.

CCT heading number	Description
28.04	 Hydrogen; rare gases; other non-metals: A. Hydrogen B. Rare gases C. Other non-metals: I. Oxygen III. Tellurium and arsenic IV. Phosphorus V. Other
28.20	Aluminium oxide and hydroxide; artificial corundum: A. Aluminium oxide and aluminium hydroxide
73.02	 Ferro-alloys: B. Ferro-aluminium, ferro-silico-aluminium and ferro-silico-mangano-aluminium E. Ferro-chromium and ferro-silico-chromium: II. Ferro-silico-chromium G. Other
81.04	Other base metals, unwrought, and articles thereof; cermets, unwrought, and articles thereof: B. Cadmium: - I. Unwrought; waste and scrap

2.

Timetable	Rate of reduction
On the date of entry into force of the Agreement	40%
On 1 January 1982	80%
On 1 January 1984	100%

3. The basic duty to be used for calculating the reductions provided for in paragraph 2 shall be that actually applied at any given time in respect of third countries.

4. This Article shall also apply to the products listed in Annex IV to Protocol No 1 under the conditions laid down in that Protocol.

Article .6

Customs duties on imports into the Community of the products listed in Annex B shall be those indicated for each of them in that Annex.

Article 7

1. For certain products which it considers to be sensitive, the Community reserves the right to call upon the Joint Commission referred to in article 31 to determine such special conditions for access to its market as may prove necessary.

The Joint Commission 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 may not be wider in scope than those applicable in respect of the products in question pursuant to the provisions of Protocol No 1 under the conditions laid down in that Protocol. 2. For the purposes of applying paragraph 1, the Contracting Parties shall hold periodic exchanges of information in the Joint Commission before determining, if appropriate, special conditions for access by the products concerned to the respective markets of the Parties. The Contracting Parties shall exchange information in particular on trade flows and medium-and long term production and export forecasts.

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

B. AGRICULTURAL PRODUCTS

Article 8

Customs duties on imports into the Community of the products originating in Yugoslavia which are listed below shall be reduced to the level indicated for each of them :

CCT heading number	Description	Duty applicable
01.01	Live horses, asses, mules and hinnies :	
	A. Horses	
	ll. For slaughter (a)	1,6 %

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

CCT heading number	Description	Duty applicable
08.07	Stone fruit, fresh:	
	C. Cherries:	
	ex I. From 1 May to 15 July	10% with a
	- Morello cherries	minimum amour
		of 3 EUA per
		100 kg net
		weight (a)
	ex II. From 16 July to 30 April	
•	- Norello cherries	12% (a)
08.10	Fruit (whether or not cooked),	
	preserved by freezing, not containing	
	added sugar:	
	ex D. Other:	,
	- Morello cherries	13%
08.11	Fruit provisionally preserved (for	
	example, by sulphur dioxide gas, in	
	brine, in sulphur water or in other	
	1	
	preservative solutions), but unsuitable	
	in that state for immediate consumption:	
	ex E. Other:	14
	- Morello cherries	6%
08.12	Fruit, dried, other than that falling	
	within heading No 08.01, 08.02, 08.03,	
	08.04 or 08.05:	
	ex G. Other:	
	- Morello cherries	4%
12,03	Seeds, fruit and spores, of a kind	
	used for sowing:	
	E. Other	4%
20.03	Fruit preserved by freezing, containing	
	added sugar:	-
	ex A. With a sugar content exceeding	
· · ·	13% by weight	
	- Morello cherries	18% + (L)

(a) In addition to the customs duty, a countervailing charge is applicable under certain conditions.

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CCT heading number	Description	Duty applicable
20.03	ex B. Other:	
(cont [*] d)	- Morello cherries	18%
22.09	<pre>Spirits (other than those of heading No 22.08); liqueurs and other spirituous beverages; compound alcoholic preparations (known as "concentrated extracts") for the manufacture of beverages: C. Spirituous beverages: IV. Vodka with an alcoholic strength of 45.4% vol. or less and plum, pear or cherry spirit (excluding liqueurs), in containers holding:</pre>	
	 ex a) Two litres or less: Plum spirit marketed under the name "Slivovica" accompanied by a certificate of authenticity to be drawn up by the competent authorities 	0.3 EUA per hl per % degree of alcohol + 3 EUA per hl (a)

1. The treatment set out in the following paragraphs shall be applied to wine of fresh grapes falling within subheadings 22.05 ex C I a) and ex C II a) of the Common Customs Tariff originating in Yugoslavia and imported into the Community provided that, subject to the special provisions set out in this Article, the import prices of such products plus the customs duties actually levied are not less at any given time than the Community reference prices for such wine.

2. For the wine referred to in paragraph 1 the customs duty on imports into the Community shall be reduced by 30% within the limits of an annual Community tariff guota of 12 000 hectolitres.

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3. The wines to which the tariff reduction provided for in paragraph 2 applies shall be specified by exchange of letters between the respective authorities of the Contracting Parties after it has been ascertained that Yugoslav legislation on wine covered by a designation of origin is equivalent to the relevant Community legislation.

Article 10

1. For tobacco of the "Prylep" type falling within subheading 24.01 B of the Common Customs Tariff, originating in and coming from Yugoslavia, customs duties shall be suspended at the rate of 7 % ad valorem with a minimum amount of 13 ECU and a maximum of 45 ECU par 100 kg.

2. The import treatment specified in paragraph 1 shall be applied to tobacco of the "Prylep" type accompanied by a certificate of origin and of authenticity, within the limits of an annual Community tariff quota of 1 500 tonnes.

3. The respective competent authorities of the Contracting Parties shall adopt by exchange of letters the provisions and procedures relating to the certificate of origin and authenticity referred to in paragraph 2.

1. The amount of the levy on imports into the Community of the products defined in the list given in Annex C may not exceed:

- 5% of the basic levy if it is ascertained that the Community market price is more than 104% of the guide price but not more than 106% of that price;
- 15% of the basic levy if it is ascertained that the Community market price is more than 102% of the guide price but not more than 104% of that price;
- 50% of the basic levy if it is ascertained that the Community market price is above the guide price but not more than 102% of that price;
- 75% of the basic levy if it is ascertained that the Community market price is not less than 98% of the guide price but not more than that price;
- 80% of the basic levy if it is ascertained that the Community market price is not less than 96% of the guide price but less than 98% of that price;
- _ 85% of the basic levy if it is ascertained that the Community market price is not less than 90 % of the guide price but less than 96 % of that price;
- 90 % of the basic levy if it is ascertained that the Community market price is less than 90 % of the guide price.

2.(a) Yugoslavia shall supply the competent authorities of the Community with all relevant information on export prices, quantities and presentation of the products exported (live animals, carcases, quarters).

(b) Yugoslavia shall take all appropriate measures to ensure that the free-at-frontier offer price, plus the customs duty and the reduced levy, remains equivalent to that resulting from application of the normal levy.

(c) To help stabilize the internal Community market, Yugoslavia shall maintain adequately phased deliveries and shall take all measures necessary to ensure a balanced expansion of its exports to the Community, in particular by exercising effective control over each consignment by means of a document certifying that the goods originated in and came from Yugoslavia and correspond exactly to the descriptions in Annex C. The text of that certificate shall be agreed between the competent authorities of the two Parties.

(d) The arrangements for implementing subparagraphs (a), (b) and (c) shall be determined in the context of the cooperation to be established between the competent authorities of Yugoslavia and the Community.

(e) The levy reductions shall apply only to a quantity of 2 900 tonnes per month when the Community market price is less than 98% of the guide price.

1. Should specific rules be introduced as a result of implementation of its agricultural policy or modification of the existing rules, or should the provisions on the implementation of its agricultural policy be modified or expanded, the Community may modify the arrangements laid down in the Agreement in respect of the products concerned.

In such cases the Community shall take appropriate account of the interests of Yugoslavia.

2. If the Community, in applying paragraph 1, modifies the arrangements made by this Agreement for products covered by Annex II to the Treaty establishing the European Economic Community, it shall accord imports originating in Yugoslavia an advantage comparable to that provided for in this Agreement.

3. Any modification of the arrangements made by this Agreement shall be the subject, at the request of the other Contracting Party, of consultations within the Joint Commission.

C. COMMON PROVISIONS

Article 13

The products originating in Yugoslavia referred to in this Agreement may not enjoy more favourable treatment when imported into the Community than that applied by the Member States among themselves.

Article 14

In the field of trade Yugoslavia shall grant the Community treatment no less favourable than most-favoured-nation treatment.

This Agreement shall not affect the application of the specific arrangements governing the movement of goods laid down in frontier agreements previously concluded between one or more Member States and Yugoslavia.

Article .16

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

2. Yugoslavia shall be entitled to introduce into its trade arrangements with the Community new customs duties or charges having equivalent effect and new quantitative restrictions or measures having equivalent effect and to increase the duties or charges and the quantitative restrictions or measures having equivalent effect applied to products originating in or going to the Community, in so far as such measures are necessitated by Yugoslavia's industrialization and development. In accordance with the objectives of the Agreement, the measures selected by Yugoslavia shall be those which least harm the trade and economic interests of the Community.

3. Yugoslavia shall inform the Community of the measures in question so that appropriate discussions may be held on them at a suitable time.

4. The Joint Commission . shall examine periodically the measures taken by Yugoslavia under paragraph 2.

Article 17

The concept of 'originating products' for the purposes of implementing Titles II and III and the methods of administrative cooperation relating thereto are laid down in Protocol No 2.

In the event of modifications to the nomenclature of the customs tariffs of the Contracting Parties affecting products referred to in this Agreement, $t_{\rm c}$

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

Article 19

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

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

Article .20

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

Article 21

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 of artistic, historic or archaelogical value; the protection of industrial and commercial property, or rules relating to gold or silver. Such prohibitions or restrictions must not, however, constitute a means of arbitrary discrimination or a disguised restriction on trade between the Contracting Parties.

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1. If one of the Contracting Parties finds that dumping is taking place in trade with the other Contracting Party, it may take appropriate measures against this practice pursuant to the Agreement on implementation of Article VI of the General Agreement on Tariffs and Trade, in accordance with the procedures laid down in Article 25.

2. In the event of measures being taken against subsidies the Contracting Parties undertake to observe the provisions of the Agreement on the interpretation and application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade.

Article 23

If serious disturbances arise in any sector of the economy or if difficulties arise which might bring about a serious deterioration in the economic situation of a region, the Contracting Party concerned may take the necessary safeguard measures under the conditions and in accordance with the procedures laid down in Article 25.

Article 24

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

Article 25

1. In the cases specified in Articles 22 and 23 before taking the measures provided for therein or, in cases to which paragraph 2 applies, as soon as possible, the Contracting Party in question shall supply the Joint Commission 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 Joint Commission before the Contracting Party concerned takes the appropriate measures, should the other Contracting **P**arty so request.

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2. Where exceptional circumstances requiring immediate action make prior examination impossible, the Contracting Party concerned may, in the situations specified in Articles 22 and 23, apply forthwith such precautionary measures as are strictly necessary to remedy the situation.

3. 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 Joint Commission which shall hold periodic consultations on them, particulaly with a view to their abolition as soon as circumstances permit.

Article 26

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

Article 27

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

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TITLE II.

- 17 -

Provisions relating to the free zone established by the Agreements signed at Osimo

Article 28

In the implementation of cooperation the Community and Yugoslavia shall give particular attention to activities which come within the scope of the Agreements signed

at Osimo on 10 November 1975 by the Italian Republic and the Socialist Federal Republic of Yugoslavia.

In particular, as regards the list of projects that are to receive financial assistance in the context of cooperation, the Contracting Parties shall take account of their mutual interest in attaining the objectives of the said Agreements.

Article29

1. Without prejudice to the possible application of the safeguard clause, the Community, within the framework of Community provisions governing free zones, and Yugoslavia shall grant free access to their respective markets to products that have obtained originating status within the meaning of Protocol n° 2 in the said zone.

2. They shall, in so far as possible, avoid applying to those products such measures as they might take pursuant to Article 7, Article 16 or Protocol n° 1.

Article .30

For the purposes of the implementation of Articles 28 and 29, the Community and Yugoslavia shall cooperate closely in the Joint Commission, particularly in order to take stock of progress on projects

for developing the zone, in accordance with the objectives of the Agreement signed at Osimo.

TITLE III

GENERAL AND FINAL PROVISIONS

Article 31

- 1. The trade Agreement signed between the European Economic Community and the Socialist Federal Republic of Yugoslavia on 26 June 1973 shall be repealed upon the entry into force of this Agreement.
- 2. However, the Joint Commission set up by the trade Agreement shall perform the duties assigned to it by this Agreement until the Cooperation Council provided for in Article 48 of the Cooperation Agreement is established.

Article 32

- a) Insofar as is necessary for the attainment of the objectives of this Agreement, and in particular of Articles 7, 18 and 37 and Articles 25 and 29 of Protocol N^o 2, the Joint Commission shall have power of decision.
 - b) The decisions taken shall be binding on the Contracting Parties, which shall take such measures as are required to implement them.
- 2. The Joint Commission shall act by mutual agreement between the Community on the one hand and Yugoslavia on the other.
- 3. The consultations, exchanges of information and examinations provided for in Articles 7, 12, 16, 25, 26, 27, 33, 34, 35 and 36 and in the second subparagraph of Article 2 (2) of Protocol Nº 1 and Article 29 of Protocol Nº 2 shall take place in the Joint Commission in accordance with the detailed arrangements laid down in the said Articles.
- 4. The Contracting Parties shall communicate the measures taken pursuant to Articles 7, 25, 27 and 36 to the Joint Commission, which shall ensure the observance and proper functioning of the Agreement in accordance with the detailed arrangements laid down in the said articles.
- 5. The Contracting Parties shall provide the Joint Commission with all the information referred to in Articles 25 and 36 and in the second subparagraph of article 1 (2) of Protocol N^o 1.

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

Article 34

Either Contracting Party shall, if so requested by the other Contracting Party, provide 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 the Agreement, appropriate consultations shall be held within the Joint Commission at the request of the other Contracting Party so that the interests of the Contracting Parties may be taken into consideration.

<u>Article 35</u>

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

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

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 an obligation under this Agreement, it may take appropriate measures. Before so doing, it shall supply the Joint Commission

with all relevant information required for a thorough examination of the situation with a view to seeking a solution acceptable to the Contracting Parties.

In the selection of measures, priority must be given to those which least disturb the functioning of this Agreement. These measures shall be notified immediately to the Joint Commission, which shall hold consultations on them if the other Contracting Party so requests.

Article 37

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

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

The Joint Commission 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.

.../...

<u>Article 38</u>

In the fields covered by this Agreement :

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

Article 39

Protocoles N^os 1 and 2, Annexes A, B and C and the declarations and the exchange of letters which appear in the Final Act shall form an integral part of this Agreement.

Article 40

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

Article 41

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

Article 42

1. This Agreement shall be subject to approval in accordance with the Contracting Parties'own procedures; the Contracting Parties shall notify each other that the procedures necessary to this end have been completed.

2. This Agreement shall enter into force on the first day of the second month following the date on which the notifications provided for in paragraph 1 have been given.

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It shall be applicable until the entry into force of the Coo peration Agreement signed the 2 april 1980 and, at the latest, until 30 june 1985.

3. 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.

Til bekræftelse heraf har undertegnede befuldmægtigede underskrevet denne interimsaftale.

Zú Urkund dessen haben die unterzeichneten Bevollmächtigten ihre Unterschriften unter dieses Interimsabkommen gesetzt.

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

En foi de quoi, les plénipotentiaires soussignés ont apposé leurs signatures au bas du présent accord intérimaire.

In fede di che, i plenipotenziari sottoscritți hanno apposto le loro firme in calce al presente accordo provvisorio.

Ten blijke waarvan de ondergetekende gevolmachtigden hun handtekening onder deze Interimovereenkomst hebben gesteld.

ANNEX A

concerning the products referred to in Article 2

CCT heading number	Description
05. 03	Horsehair and horsehair waste, whether or not put up on a layer or between two layers of other material:
	B: Other
05.09	Ivory, tortoise-shell horns, antlers, hooves, nails, claws and beaks, unworked or simply prepared but not cut to shape, ans waste and powder of these products; whalebone and the like, unworked or simply prepared but not cut to shape, and hair and waste of these products
	- Ivory, tortoise-shell, tortoise-hooves
05.13	Natura] sponges
13.02	Shellac, seed lac, stick lac and other lacs; natural gums, resins, gum-resins and balsams:
	ex B: other - shellac, seed lac, stick lac and other lacs
13.03	Vegetable saps and extracts; pectic substances, pectinates and pectates; agar-agar and other mucilages and thickeners, derived from vegetable products:
	A: Vegetable saps and extracts:
	VI. Of hops
	ex B. Pectic substances, pectinates and pectates: - Pectic substances and pectinates
	C. Agar-agar and other mucilages and thickeners, derived from vegetable products
14.01	Vegetable materials of a kind used primarily for plaiting (for example cereal straw, cleaned bleached or dyed, osier, reeds, rushes, rattans, bamboos, raffia and lime bark):
	-

CCT heading number	Description
14.01	A. Osier
(cont'd)	II. Other
	B. Cereal straw, cleaned, bleached or dyed
	ex C.: Other:
	- For example, bamboos, reeds and the like, rattans, rushes and the like, other than unworked or not further worked than split
14.02	Vegetable materials, whether or not put up on a layer or between two- layers of other material, of a kind used primarily as stuffing or as padding (for example, kapok, vegetable hair and eel-grass)
	- Put up on a layer or between two layers of other material - Other : - Vegetable hair - Kanok : - Other than unworked
14.05	 Vegetable products not elsewhere specified or included : other than raw vegetable materials of a kind used for dyeing or tanning, hard seeds, pips, hulls and nuts, of a kind used for carving (for example, corozo and dom)
	- putup on a layer or between two layers of other material
15.05	Wool grease and fatty substances derived therefrom (including lanolin)
15.08	Animal and vegetable oils, boiled, oxidised, dehydrated, sulphurised, blown or polymerised by heat in vacuum or in inert gas, or otherwise modified
15.11	Glycerol and glycerol lyes
15.15	Spermaceti, crude, pressed or refined, whether or not coloured; beeswax and other insect waxes, whether or not coloured
15.16	Vegetable waxes, whether or not coloured:
	B. Other
17.02	Other sugars in solid form; sugar syrups, not containing added flavouri or colouring matter; artificial honey, whether or not mixed with natura honey; caramel:
	A. Lactose and lactose syrup:
	I. Containing, in the dry state, 99% or more by weight of the pure product
	B. Glucose and glucose syrup:
•	I. Containing, in the dry state, 9% or more by weight of the pure product

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CCT heading number	Description		
18.03	Cocao paste (in bulk or in block), whether or not defatted		
19.04	Cocoa butter (fat or oil)		
18.05	Cocoa powder, unsweetened		
19.02	Malt extract; preparations of flour, meal, starch or malt extract, of kind used as infant food or for dietetic or culinary purposes, containing less than 50% by weight of cocoa		
19.03	Macaroni, spaghetti and similar products		
19.04	Tapioca and sago; tapioca and sago substitutes obtained from potato o other starches		
19.07	Bread, ships' biscuits and other ordinary bakers' wares, not containi added sugar, honey, eggs, fats, cheese or fruit; communion wafers, ca of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products		
19.08	Pastry, biscuits, cakes and other fine bakers' wares, whether or not containing cocca in any proportion		
21.02	Extracts, essences or concentrates, of coffee, tea or maté and preparations with a basis of those extracts, essences or concentrates roasted chicory and other roasted coffee substitutes and extracts, essences and concentrates thereof		
21.03	Mustard flour and prepared mustard		
21.04	Sauces; mixed condiments and mixed seasonings		
	B. Sauces with a basis of tomato puree C. Other		
21.05	Soups and broths, in liquid, solid or powder form; homogenised compos food preparations		
21.06	Natural yeasts (active or inactive); prepared baking powders:		
	B. Inactive natural yeasts:		
	I. In tablet, cube or similar form, or in immediate packings of a capacity of 1 kg or less II.Other		
	II.Other C. Prepared baking powders		

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CCT heading number	Description
21.07	Food preparations not elsewhere specified or included:
	F. Flavoured or coloured sugar syrups
	G. Other:
	I. Containing no milkfats or containing less than 1.5% by weight of such fats:
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):
	ex 1. Containing no starch or containing less than 5% by weight of starch:
	 excluding protein hydrolysates, autolysed yeast and cabbage palm terminal buds
22.02	Lemonade, flavoured spa waters and flavoured aerated waters, and other non-alcoholic beverages, not including fruit and vegetable juices falling within heading No 20.07
22.03	Beer made from malt
22.06	Vermouths, and other wines of fresh grapes flavoured with aromatic extracts
22.08	Ethyl alcohol or neutral spirits, undenatured, of a strength of 80° vol of higher; denatured spirits (including ethyl alcohol and neutral spirits) of any strength
22.09	Spirits (other than those of heading No 22.08); liqueurs and other spirituous beverages; compound alcoholic prepatations (known as "concentrated extracts") for the manufacture of beverages:
	- excluding plum spirit marketed under the name "Slivovica"
22.10	Vinegar and substitutes for vinegar
24.02	Manufactured tobacco; tobacco extracts and essences
29.04	Acyclic alcohols and their halogenated, sulphonated, nitrated or nitrosated derivatives
35.01	Casein, caseinates and other casein derivatives; casein glues:
	A. Casein
	C. Other

CCT heading number	Description
35.02	Albumins, albuminates and other albumin derivatives:
	A. Albumins:
	II. Other a) Ovalbumin and lactalbumin
.35•05	Dextrins and dextrin glues; soluble or roasted starches; starch glues
38.12	Prepared glazings, prepared dressings and prepared mordants, of a kind used in the textile, paper, leather or like industries
	A. Prepared glazings and prepared dressings :
	I. With a basis of amylaceous substances, containing by weight of those substances
38.19	T. D-Glucitol (sorbitol) other than that falling within subheading 29.04 C III.

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ANNEX B

Concerning the tariff arrangements and rules applicable to certain goods resulting from the processing of agricultural products referred to in Article 6

CCT heading number	Description	Duty applicable
15.10	Fatty acids; acid oils from refining; fatty alcohols:	
	A. Stearic acid	2%
	B. Oleic acid	5%
	D. Fatty alcohols	6%
17.04	Sugar confectionery, not containing cocoa:	
	A. Liquorice extract containing more than 10% by weight of sucrose but not containing other added substances	9%
	B. Chewing gum containing by weight of sucrose (including invert sugar expressed as sucrose)	vc with a max of 23%
	C. White chocolate	(vc with a max of $(27\% + ads)$
	D. Other	(vc with a max of (27% + ads
18.06	Chocolate and other food preparations containing cocoa:	
	A. Cocca powder, not otherwise sweetened than by the addition of sucrose, containing by weight of sucrose	
	B. Ice-cream (not including ice-cream powder) and other ices	vc (vc with a max of (27% + ads
	C. Chocolate and chocolate goods, whether or not filled; sugar confectionery and substitutes therefor made from sugar substitution products, containing cocoa	(vc with a max of (27% + ads
<i>,</i>	D. Other	
	I. Containing no milkfats or containing less than 1.5% by weight of such fats	
	a) In immediate packings of a net capacity of 500 g or less	(vc with a max of (27% + ads

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CCT heading number	Description	Duty applicable
18.06 (cont'd)	D. I. b) Other	
	- In immediate packings of a net capacity of more than 500 g but not more than 1 kg	VC
	 In immediate packings of a net capacity of more than 1 kg 	5% + vc
	II. Containing by weight of milkfats:	
	a) 1.5% or more but not more than 6.5%:	
	1. In immediate packings of a net capacity of 500 g or less	(vc with a max of (27% + ads
	2, Other:	
	- In immediate packings of a net capacity of more than 500 g but not more than 1 k	
	- In immediate packings of a net capacity of more than 1 kg	6% +vc
	b) More than 6.5% but less than 26%:	
	1. In immediate packings of a net capacity of 500 g or less	vc
	2. Other:	
	- In immediate packings of a net capacity of more than 500 g but not more than 1 kg	VC
	- In immediate packings of a net capacity of more than 1 kg	675 + ve
	c) 26% or more:	
	1. In immediate packings of a net capacity of 500 g or less	VC
	2. Other:	
	- In immediate packings of a net capacity of more than 500 g but not more than 1kg	VC
	- In immediate packings of a net capacity of more than 1 kg	6% + vc
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CCT heading number	Description	Duty applicable
19.05	Prepared foods obtained by the swelling or roasting of cereals or cereal products (puffed rice, corn flakes and similar products)	vc
21.06	Natural yeasts (active or inactive); prepared baking powders:	
	A. Active natural yeasts:	
	I. Culture yeast	8%
	II. Bakers' yeast	vc
	III.Other	10%
21.07	Food preparations not elsewhere specified or included:	
	A. Cereals in grain or ear form, pre-cooked or other- wise prepared	vc
	B. Ravioli, macaroni, spaghetti and similar products, not stuffed, cooked; the foregoing preparations, stuffed, whether or not cooked	vc
	C. Ice-cream (not including ice-cream powder) and other ices	vc
	D. Prepared yoghourt; prepared milk, in powder form, for use as infants' food or for dietetic or culinary purposes	vc
	E. Cheese fondues	vc with a max of 25 EUA per 100 kg net
	G. Other	
	I. Containing no milkfats or containing less than 1.5% by weight of such fats:	
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):	
	ex 1. Containing no starch or containing less than 5% by weight of starch	
	- protein hydrolysates, autolysed yeast	6%
	- cabbage palm terminal buds	9%
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· ·	كمثل فالبغ السيني				

CCT heading number	Description	Duty applicable
21.07	G.I. a) 2. Containing by weight of starch:	
(cont'd)	aa) 5% or more but less than 32%	vc
	bb) 32% or more but less than 45%	vc
	cc) 45% or more	vc
	b) Containing 5% or more but less than 15% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Containing by weight of starch:	
	aa) 5% or more but less than 32%	vc
	bb) 32% or more but less than 45% .	vc
	cc) 45%, or more	vc
	c) Containing 15% or more but less than 30% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Containing by weight of starch:	
	aa) 5% or more but less than 32%	vc
	bb) 32% or more but less than 45%	vc
	cc) 45% or more	vc
	d) Containing 30% or more but less than 50% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5%, by weight of starch	vc
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COT heading number	Description	Duty applicable
21.07 (cont'd)	G.I. d) 2. Containing by weight of starch: aa) 5% or more but less than 32% bb) 32% or more	VC VC
	e) Containing 50% or more but less than 85% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no Starch or containing less than 5% by weight of starch	VC .
	2. Other	vc
	f) Containing 85% or more by weight of sucrose (including invert sugar expressed as sucrose)	vc
	II. Containing 1.5% or more but less than 6% by weight of milkfats:	
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no Starch or containing less than 5% by weight of starch	vc
	2. Containing by weight of starch:	· · · ·
	aa) 5% or more but less than 32%	vc
	bb) 32% or more but less than 45%	vc
	cc) 45% or more	vc
	b) Containing 5% or more but less than 15% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	VC
1	2. Containing by weight of starch:	
	aa) 5% or more but less than 32%	vc
	bb) 32% or more	vc

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CCT heading number	Description -	Duty applicable
21.07 (cont'd)	G.II. c) Containing 15% or more but less than 30% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Containing by weight of starch:	vc
	aa) 5% or more but less than 32%	vc
	bb) 32% or more	vc
	d) Containing 30% or more but less than 50% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Other	vc
	e) Containing 50% or more by weight of sucrose (including invert sugar expressed as sucrose)	vc
	<pre>III. Containing 6%, or more but less than 12% by weight of milkfats:</pre>	
	a) Containing no Sucrose or containing less than 5% by weight of Sucrose (including invert Sugar expressed as Sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Containing by weight of starch:	
	aa) 5% or more but less than 32%	vc
	bb) 32% or more	vc
	b) Containing 5% or more but less than 15% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc

CCT neading number	Description	Duty applicable
21.07 (cont'd)	<pre>G.III. b) 2. Other c) Containing 15% or more but less than 30% by weight of sucrose (including invert sugar expressed as sucrose):</pre>	vc
	 Containing no starch or containing less than 5% by weight of starch 	vc
	2. Other	vc
	d) Containing 30% or more but less than 50% by weight of sucrose (including invert sugar expressed as sucrose):	
	 Containing no starch or containing less than 5% by weight of starch 	vc
	2. Other	vc
	e) Containing 50% or more by weight of sucrose (including invert sugar expressed as sucrose)	VC
	IV. Containing 12% or more but less than 18% by weight of milkfats:	
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Other	vc
	b) Containing 5% or more but less than 15% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	vc
	2. Other	vc
	c) Containing 15% or more by weight of sucrose (including invert sugar expressed as sucrose)	vc

CCT heading number	Description	Duty applicable	
21.07 (cont'd)	G. V. Containing 18% or more but less than 26% by weight of milkfats:		
	a) Containing no sucrose or containing less than 5% by weight of sucrose (included invert sugar expressed as sucrose):		
	1. Containing no starch or containing less than 5% by weight of starch	vc	
	2. Other	vc	
	b) Containing 5% or more by weight of sucrose (including invert sugar expressed as sucrose)	vc	
	VI. Containing 26% or more but less than 45% by weight of milkfats:		
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):		
	1. Containing no starch or containing less than 5% by weight of starch:		
	 In immediate packings of a net capacity of 1 kg or less 	vc	
•	- Other	6% + vc	
·	2. Other:		
	- In immediate packings of a net capacity of 1 kg or less	vc	
	- Other	6%) + vc	
	b) Containing 5% or more but less than 25% by weight of sucrose (including invert sugar expressed as sucrose):		
	1. Containing no starch or containing less than 5% by weight of starch		
	- In immediate packings of a net capacity of 1 kg or less	vc	
	- Other	6% + vc	
	2. Other		
	- In immediate packings of a net capacity of 1 kg or less	VC-	
	- Other	6% + vc	
		•	

CCT heeding number	. Description	Duty applicable
21.07 (cont'd)	G. VI. c) Containing 25% or more by weight of sucrose (including invert sugar expressed as sucrose):
	 In immediate packings of a net capacity of 1 kg or less 	vc
	- Other	6% + vc
	VII. Containing 45% or more but less than 65% by weight of milkfats:	
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):	
	1. Containing no starch or containing less than 5% by weight of starch	
	 In immediate packings of a net capaci- ty of 1 kg or less 	vc
	- Other	6% + vc
	2. Other	
	- In immediate packings of a net capaci- ty of 1 kg or less	vc
	- Other	6% + vc
	 b) Containing 5% or more by weight of sucrose (including invert sugar expressed as sucrose): 	
	 Containing no starch or containing less than 5% by weight of starch 	
	 In immediate packings of a net capaci- ty of 1 kg or less 	vc
	- Other	6% + vc
	2. Other	
	- In immediate packings of a net capaci- ty of 1 kg or less	vc
	- Other	6% + vc
	VIII. Containing 65% or more but less than 85% by weight of milkfats:	•
	a) Containing no sucrose or containing less than 5% by weight of sucrose (including invert sugar expressed as sucrose):	
	 In immediate packings of a net capacity of 1 kg or less 	vc
	- Other	6% + vc

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CCT heading number	Description	Duty applicable
21.07 (cont'd)	 G.VIII. b) Other In immediate packings of a net capacity of 1 kg or less Other IX. Containing 85% or more by weight of milkfats In immediate packings of a net capacity of 1 kg or more Other 	vc 6% + vc % + vc

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ANNEX C

concerning the products referred to in Article 11

CCT heading number	Description
01.02	Live animals of the bovine species:
	A. Domestic species:
	II. Other:
	a) Not yet having any permanent teeth, of a weight of not less than 350 kg but not more than 450 kg, in the case of male animals, or of not less than 320 kg but not more than 420 kg in the case of female animals (a)
02.01	Meat and edible offals of the animals falling within heading No 01.01 , $01.02.$ 01.03 or 01.04 , fresh, chilled or frozen:
	A. Meat:
	II. Of bovine animals:
	a) Fresh or chilled
	1. Carcases, half-carcases or "compensated" quarters:
	 aa) Carcases of a weight of not less than 180 kg but not more than 270 kg and half-carcases or "compensated" quarters, of a weight of not less than 90 kg but not more than 135kg with a low degree of ossification of the cartilages (more especially those of the symphysis publs and the vertebral apophyses), the meat of which is of a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour (a)
	2. Separated or unseparated forequarters:
	 aa) Separated forequarters of a weight of not less than 45 kg but not more than 68 kg, with a low degree of ossification of the cartilages (more especially those of the vertebral apophyses), the meat of which is of a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour (a)

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

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CCT heading number	Description
02.01 (cont'd)	 A. II.a) 3. Separated or unseparated hindquarters: aa) Separated hindquarters of a weight of not less than 45 kg but not more than 68 kg (not less than 38 kg but not more than 61 kg in the case of "Pistola" cuts), with a low degree of ossification of the cartilages (more especially those of the vertebral apophyses), the meat of which is of a light pink colour and the fat of which, of extremely fine structure, is white to light yellow in colour (a)

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

PROTOCOL No 1

on the products referred to in Article 2

Article 1

1. Imports of the products specified in Annexes I, II, III and IV shall be subject to annual ceilings above which the customs duties actually applied in respect of third countries may be reintroduced in accordance with the provisions of the following paragraphs, the ceilings fixed for the year of entry into force of the Agreement being indicated against each product.

2. Once the ceiling set for imports of a product is reached, the customs duties referred to in paragraph 1 may be reintroduced in respect of imports of the product in question until the end of the calendar year.

When imports into the Community of a product subject to a ceiling reach 75% of the amount laid down, the Community shall inform the Joint Commission referred to in Article 31.

3. If, during two consecutive years, imports of a product subject to a ceiling have been less than 80% of the amount laid down, the Community may suspend the ceiling in question.

4. As from the second year following the entry into force of the Agreement, the amounts of the ceilings given in Annexes I to IV shall be increased annually by 5%, except for those specified in Annex II A, for which the rate of increase in the amounts of the ceilings shall be the same as for the voluntary restraint levels set for the same product under the Agreement on trade in textiles between Yugoslavia and the Community concluded in the framework of the Arrangement regarding International Trade in Textiles.

In the event of short-term difficulties, however, the Community reserves the right to extend for a period of one year the ceiling or ceilings set for the preceding year.

Article 2

1. The Community reserves the right to modify the arrangements applicable to the products specified in Annex III:

- upon adoption of a common definition of origin for petroleum products from third States or associated countries,

- upon adoption of decisions under a common commercial policy, or

- upon establishment of a common energy policy.

2. In that event the Community shall ensure that imports of these products will enjoy advantages equivalent to those provided for in this Agreement.

Consultations on the measures taken in implementation of this paragraph may be held within the Joint Commission at the request of the other Party.

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

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ANNEX I

Concerning certain industrial products

CT leading lumber	Description	Ceiling (tonnes)
31.02 (1)	Mineral or chemical fertilisers, nitrogenous :	
	B. Urea containing more than 45 % by weight of nitrogen on the dry anhydrous product	2 000
(-)	C. Other	18 000
(1) 31.05	Other fertilisers; goods of the present Chapter in tablets lozenges and similar forms or in packings of a gross weight not exceeding 10 kg,	30 000
39.03	Regenerated cellulose; cellulose nitrate, cellulose acetate and other cellulose esters, cellulose ethers and other chemical derivatives of cellulose, plasticised or not (for example, collodions, celluloid); vulcanised fibre	
	B. Other :	
	I. Regenerated cellulose :	1 000
	II. Cellulose nitrates :	509
40.11	Rubber tyres, tyre cases, interchangeable tyre treads, inner tubes and tyre flaps, for wheels of all kinds :	
	B. Other :	
	II. Other :	
	- Of the kind used on bicycles, cycles with auxiliary motor, motor-cycles or motor-scooters; tyre flaps (separately consigned); tyre cases	
	with sewn-in inner tubes, for racing bicycles	2 000
		2 800

(1) Yugoslavia may not export to Italy quantities exceeding those bound under the GATT.

CCT handing number	Description	Ceiling (tonnes)
42.03	<pre>Articles of apparel and clothing accessories, of leather or of composition leather : A. Articles of apparel B. Gloves, including mitters and mitts : II. Special, for sports III. Other C. Other clothing accessories</pre>	250
44.15.	Plywood, blockboard, laminboard, battenboard and similar laminated wood products (including veneered panels and sheets); inlaid wood and wood marquetry	90 000 m ³
44•18	Reconstituted wood, being wood shavings, wood chips, sawdust, wood four or other ligneous waste agglomerated with natural or artificial resins or other organic binding substances, in sheets, blocks or the like	22 000
64.01	Footwear with outer soles and uppers of rubber or artifi- cial plastic material	340
64.02	Footwear with outer soles of leather or composition leather footwear (other than footwear falling within heading N° 64.01) with outer soles of rubber or artificial plastic material :	
	A. Footwear with uppers of leather	400
	B. Other	138
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CCT	Description	Ceiling (tonnes)
number		
70.05	Unworked drawn or blown glass (including flashed glass), in rectangles	4 000
70.14	Illuminating glassware, signaling glassware and optical elements of glass, not optically worked nor of optical glass :	
	A. Articles for electrical lighting fittings :	
	II. Other (for example, diffusers, ceiling lights, bowls, cups, lam-shades, globes, tulip-shaped pieces) 1 500
73.18	Tubes and pipes and blanks therefor, or iron (other than of cast iron) or steel, excluding high-pressure hydro- electric conduits.	8 000
74.04	Wrought plates, sheets and strip, of copper	600
74.07	Tubes and pipes and blanks therefor, of copper; hollow , bars of copper	1 650
76.02	Wrought bars, rods, angles, shapes and sections, of aluminium; wire	1 000
76.03	Wrought plates, sheets and strip, of aluminium	2 200
79.03	Wrought plates, sheets and strip, of zinc, zinc foil; zinc powders and flakes :	1 900
85.01	Electrical goods of the following descriptions : generators motors, converters (rotary or static), transformers, rectifiers, and rectifiers and rectifiyingapparatus, inductors :	
	B. Other machines and apparatus :	
	1. Generators, motors (whether or not equipped with speed reducing, changing or step-up gear) and rotary converters	2 750
	C. Parts	1 200
85•23	Insulated (including enamelled or anodises) electric wire cable, bars, strip and the like (including co-axial cable)	and and
	whether or not fitted with connectors :	

CCT heading number	Description	Ceiling (tonnes
85.25	Insulators of any material	250
87.10	Cycles (including delivery tricycles), not motorised	545
87.14	Other vehicles (including trailers), not mechanically propelled, and parts thereof :	
	B. Trailers and semi-trailers :	
	II. Other	1 500
94.01	Chairs and other seats (other than those falling within leading N° 94.02), whether or not convertible into beds, and parts thereof :	
	B. Other	
4 <u>1</u>	ex II. Other :	5 000
	- excluding seats specially designed for motor vehicles	
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-94. 03	Other furniture and parts thereof :	4 400
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ANNEX II

Concerning certain textile products

Category of products	heading	Description	Unit	Ceilings 1980
1	55.05	Cotton yarn, not put up for retail sale	tonnes	• 3 747
2	55.09	Other woven fabrics of cotton	tonnes	4 590 ¹
3	56.07 A	Woven fabrics of synthetic textile fibres (discontinuous or waste)	tonnes	359
4	60.04 B I II a) b) c) IV b) 1 aa) dd) 2 ee) d) 1 aa) dd) 2 dd)	Shirts, T-shirts, lightweight fine knit roll, polo or turtle necked jumpers and pullovers, undervests and the like, knitted or crocheted, not elastic or rubberized, other than babies' garments, of cotton or synthetic textile fibres; T-shirts and lightweight fine knit roll, polo or turtle necked jumpers and pull- overs of regenerated textile fibres, other than babies' garments	1000 p.	1 134
5	60.05 A I II b) 4 bb) 11 aaa) bbb) ccc) ddd) 22 bbb) ccc) ddd) eee)	Jerseys, pullovers, slip-overs, waistcoats, twinsets, cardigans, bed-jackets and jumpers, knitted or crocheted, not elastic or rubberized of wool, of cotton or of man-made fibres	1000 p.	275
6	61.01 B V d) 1 2 3 e) 1 2 3 61.02 B II e) 6 aa) bb) cc)	Men's and boys' woven breeches, shorts and trousers (including slacks); women's, girls' and infants woven trousers and slacks of wool, of cotton or of man-made fibres	1000 p.	163

¹Of which other than unbleached or bleached maximum 15%.

Category of products	heading	Description	Unit .	Ceilings 1990
7	60.05 A II'b) 4 aa) 22 33 44 55 61.02 B II e) 7 bb) cc) dd)	Blouses and shirt-blouses, knitted crocheted (not elastic or rubberized or woven, for women, girls and infants, of wool, of cotton or of man-made fibres	1000 p.	96
8	61.03 A	Men's and boys' shirts, woven, of wool, of cotton or of man-made fibres	1000 р.	619
9	55. 08 62.0 2 B. III a) 1	Woven cotton terry fabrics; toilet and kitchen linen of woven cotton terry fabrics	tonnes	202
12	60.03 A B I II b) C D	Stockings, under stockings, socks, ankle-socks, sockettes and the like, knitted or crocheted, not elastic or rubberized, other than women:s stockings of synthetic textile fibres	1000 pairs	1 288
15 B	61.02 B II e) 1 aa) bb) cc) 2 aa) bb) cc)	Women's, girls' and infants' woven overcoats, raincoats and other coats, cloaks and capes, jackets and blazers, other than garments of category 15 A (of impregnated, coated, covered or laminated woven fabric), of wool, of cotton or of man-made fibres	1000 p.	138
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Category of products	heading	Description	Unit	Ceilings 1980
16	61.01 BVc)1 2 3	Men's and boys' woven suits (in- cluding co-ordinate suits consisting of two or three pieces, which are ordered, packed, consigned and normally sold together) of wool, of cotton or of man-made textile fibres excluding ski-suits	1000 p.	143
18	61.03 B C	Men [*] s and boys [*] woven under garments other than shirts, of wool, of cotton or of man-made textile fibres		50
24	60.04 B IV b) 1 bb) d) 1 bb)	Men's and boys' pyjamas, knitted or crocheted, of cotton or of synthetic textile fibres		169
25	60.04 B IV b) 2 aa) bb) d) 2 aa) bb)	Women's, girls'and infants' (other than babies') knitted or crocheted pyjamas and nightdresses, of cotton or synthetic textile fibres	1000 p.	209
48	53.07 53.08 B	Yarn of combed sheep's or lambs' wool (worsted yarn) or of combed fine animal hair, not put up for retail sale	tonnes	209
52	55.06	Cotton yarn, put up for retail sale	tonnes	66
67	60.05 A II b) 5 B 60.06 B II III	Clothing accessories and other articles (except garments), knitted or crocheted, not elastic or rubberized Articles (other than bathing costumes) of knitted or crocheted fabric, elastic or rubberized, of wool, of cotton or of man-made textile fibres	tonnes	159

Category of products	heading	Description	Unit	Ceilings 1980
	60.05 А II Ъ) З	Track suits of knitted or crocheted fabric, not elastic or rubberized, of wool, of cotton or of man-made textile fibres	1000 p.	238

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Category of products	heading	Description	Unit	Ceilings 1980
22	56.05 A	Yarn of discontinuous or waste synthetic fibres, not put up for retail sale	tonnes	263
23	56.05 म्	Yarn of discontinuous or waste regenerated fibres, not put up for retail sale	tonnes	153
33	51.04 . A III a) 62.03 B II b) 1	Woven fabrics of strip or the like of polyethylene or polypropylene, less than 3 m wide Woven sacks of such strip or the like	tonnes	186
37	56.07 B	Woven fabrics of regenerated textile fibres (discontinuous or waste)	tonnes	599
56	56.06 A	Yarn of synthetic textile fibres (disconti rations or waste), put up for retail sale	tonnes	25
57	56.06 B	Yarn of regenerated textile fibres (discontinuous or waste), put up for retail sale	tonnes	1
-	59.04	Twine, cordage, ropes and cables, plaited or not	tonnes	1 750 .

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ANNEX III

Concerning certain petroleum products

CCT neading number	, Description	Ceilings
27.10	Petroleum oils and oils obtained from bituminous minerals other than crude; preparations not elsewhere specified or included, containing not less than 70% by weight of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:	
	A. Light oils:	
	III - For other purposes	
	B. Medium oils:	
	III - For other purposes	
	C. Heavy oils	
	I - Gas oils:	
	c) For other purposes	
	II - Fuel oils:	
	c) For other purposes	
	<pre>III - Lubricating oils; other oils: c) To be mixed in accordance with the terms of Additional Note 7 to Chapter 27 (a)</pre>	
	d) For other purposes	
27.11	Petroleum gases and other gaseous hydrocarbons:	
	A. Propane of a purity not less than 99%;	
	I - For use as a power or heating fuel	
	B. Other :	
•	I. Commercial propane and commercial butane:	
	c) For other purposes	

f COT heading number	Description	, Veilings
27.12	Petroleum jelly: A. Crude: III - For other purposes B. Other	
27 . 13	Paraffin wax, micro-crystalline wax, slack wax, ozokerite, lignite wax, peat wax and other mineral waxes, whether or not coloured: B. Other	425.000 tonnes
	<pre>I - Crude: c) For other purposes II - Other</pre>	
27.14	Petroleum bitumen, petroleum coke and other residues of petroleum oils or of oils obtained from bituminous minerals: C. Other II - Other	

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ANNEX IV

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Concerning certain primary products

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CCT heading number	Description	Ceilings
28.05	Alkali and alkaline-earth metals; rare earth metals, yttrium and scandium and intermixtures or interalloys thereof; mercury: D. Mercury:	
	I - In flasks of a net capacity of 34.5 kg (standard weight), of a fob value, per flask, not ex- ceeding 224 EUA	17 tonnes
73.02	Ferro-alloys:	
	A. Ferro-manganese:	
	II. Other	60 tonnes
	C. Ferro-silicon	4 000 tonnes
	D. Ferro-silico-manganese	600 tonnes
	E. Ferro-chromium and ferro-silico-chromium:	
	I. Ferro-chromium	1 000 tonnes
	Of which, ferro-chromium containing, by weight, not more than 0.10 % of carbon and more than 30 % but not more than 90 % of chromium (low-carbon ferro- chromium)	500 tonnes
76.01	Unwrought aluminium; aluminium waste and scrap	
	A. Unwrought	1 750 tonnes
78.01	Unwrought lead (including argentiferous lead); lead waste and scrap:	
	A. Unwrought:	
	II. Other	650 tonnes
79.01	Unwrought zinc; zinc waste and scrap:	
	A. Unwrought	550 tonnes

PROTOCOL Nº 2

i.

CONCERNING THE DEFINITION OF THE CONCEPT OF "ORIGINATING PRODUCTS" AND METHODS OF ADMINISTRATIVE CO-OPERATION

TITLE 1

Definition of the concept of "originating products"

ARTICLE 1

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

- 1. products originating in Yugoslavia:
 - (a) products wholly obtained there;
 - (b) products manufactured in Yugoslavia incorporating materials other than those of (a) above, providing such materials have undergone sufficient working or processing there within the meaning of Article 3(1). However this condition shall not apply to materials originating in the Community under the terms of paragraph 2 below when they undergo further working or processing in Yugoslavia providing this processing exceeds the insufficient working or processing listed in Article 3(3).
- 2. products originating in the Community:
 - (a) products wholly obtained there;
 - (b) products manufactured in the Community incorporating materials other than those of (a) above, providing such materials have undergone sufficient working or processing there within the meaning of Article
 3(1).

However this condition shall not apply to materials originating in Yugoslavia under the terms of paragraph 1 above when they undergo further working or processing in the Community. 3. The products set out in List C of Annex IV shall be temporarily excluded from the scope of this Protocol. Nevertheless, the arrangements regarding administrative cooperation shall apply, mutatis mutandis, to these products.

ARTICLE 2

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

- (a) mineral products extracted from their soil or from their seabed;
- (b) vegetable products harvested there;
- (c) live animals born and raised there;
- (d) products from live animals raised there;
- (e) products obtained by hunting or fishing conducted there;
- (f) products of sea fishing and other products taken from the sea by their vessels;
- (g) products made aboard their factory ships exclusively from products referred to in subparagraph (f);
- (h) used articles collected there fit only for the recovery of raw materials;
- (i) waste and scrap resulting from manufacturing operations conducted there;
- (j) goods produced there exclusively from products specified in subparagraphs (a) to (i).

ARTICLE 3

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

(b) working or processing specified in List B in Annex III.

"Sections", "Chapters" and "headings" shall mean the Sections, Chapters and headings in the Customs Co-operation Council Nomenclature for the Classification of Goods in Customs Tariffs.

2. When, for a given product obtained, a percentage rule limits in List A and List B the value of the materials and parts which can be used, the total value of these materials and parts, whether or not they have changed heading in the course of the working, processing or assembly within the limits and under the conditions laid down in each of those two lists, may not exceed, in relation to the value of the product obtained, the value corresponding either to the common rate, if the rates are identical in both lists, or to the higher of the two if they are different.

3. For the purpose of implementing Article 1 (1) (b) and (2)(b), the following shall always be considered as insufficient working or processing to confer the status of originating product, whether or not there is a change of heading :

- (a) operations to ensure the preservation of merchandise in good condition during transport and storage (ventilation, spreading out, drying, chilling, placing in salt, sulphur dioxide or other aqueous solutions, removal of damaged parts, and like operations);
- (b) simple operations consisting of removal of dust, sifting or screening, sorting, classifying, matching (including the making up of sets of articles), washing, painting, cutting up;
- (c) (i) changes of packaging and breaking up and assembly of consignments;

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- (ii) simple placing in bottles, flasks, bags, cases, boxes, fixing on cards or boards, etc., and all other packaging operations;
- (d) affixing marks, labels or other like distinguishing signs on products or their packaging;
- (e) simple mixing of products, whether or not of different kinds, where one or more components of the mixture do not meet the conditions laid down in this Protocol to enable them to be considered as originating;
- (f) simple assembly of parts of articles to constitute a complete article;
- (g) a combination of two or more operations specified in subparagraphs (a)
 to (f);
- (h) slaughter of animals.

ARTICLE 4

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

- on the one hand,

as regards products whose importation can be proved: their customs value at the time of importation,

as regards products of undeterminated origin : the earliest ascertainable price paid for such products in the territory of the Contracting Party where manufacture takes place;

- and on the other hand,

the ex-works price of the goods obtained, less internal taxes refunded or refundable on exportation.

ARTICLE 5

1. For the purpose of implementing Article 1, originating products whose transport is effected without entering into territory other than that of the Contracting Parties are considered as transported directly from Yugoslavia to the Community or from the Community to Yugoslavia. However, goods originating in Yugoslavia or in the Community and constituting one single consignment which is not split up may be transported through territory other than that of the Contracting Parties with, should the occasion arise, transhipment or temporary warehousing in such territory, provided that the crossing of the latter territory is justified for geographical reasons and that the goods have remained under the surveillance of the Customs Authorities in the country of transit or warehousing, that they have not entered into commerce of such countries nor been delivered for home use there and have not undergone operations other than unloading, reloading or any operation designed to maintain them in good condition.

2. Evidence that the conditions referred to in paragraph 1 have been fulfilled shall be supplied to the responsible customs authorities in the Community or in Yugoslavia by the production of :

- (a) a through bill of lading issued in the exporting country covering the passage through the country of transit; or
- (b) a certificate issued by the customs authorities of the country of transit :
 - giving an exact description of the goods;
 - stating the dates of unloading and reloading of the goods or of their embarkation or disembarkation, identifying the ships used;
 - certifying the conditions under which the goods remained in the transit country;

(c) or failing these, any substantiating documents.

TITLE II

Arrangements for administrative co-operation

ARTICLE 6

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

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

Up to and including 30 April 1981 the European Unit of Account to be used in any given national currency of a Member State of the Community shall be equivalent in that national currency of the European Unit of Account as at 30 June 1978. For each successive period of two years it shall be the ecuivalent in that national currency of the European Unit of Account as at the first working day in October in the year immediately preceding that two year period.

Revised amounts replacing the amounts expressed in EUA mentioned above and in Article 17 (2), may be introduced by the Community at the beginning of any successive two year period if necessary and shall be notified by the Community to the Customs Cooperation Committee not later than one month before they shall come into force. These amounts shall be, in any event, such as to ensure that the value of the limits as expressed in the currency of any Member State shall not decline.

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

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2. Without prejudice to Article 3 (3), where, at the request of the person declaring the goods at the customs, a dismantled or non-assembled article falling within Chapters 84 or 85 of the Customs Co-operation Council Nomenclature is imported by instalments on the conditions laid down by the competent authorities, it shall be considered to be a single article and a movement certificate may be submitted for the whole article upon importation of the first instalment.

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

4. Sets in the sense of the General Rule 3 of the Customs Co-operation Council Nomenclature shall be regarded as originating when all component articles are originating products. Nevertheless, when a set is composed of originating and non-originating articles, the set as a whole shall be regarded as originating provided that the value of the non-originating articles does not exceed 15 % of the total value of the set.

ARTICLE 7

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

2. In exceptional circumstances a movement certificate EUR. 1 may also be issued after exportation of the goods to which it relates if it was not issued at the time of exportation because of errors or involuntary omissions or special circumstances. In this case, the certificate shall bear a special reference to the conditions in which it was issued. 3. A movement certificate EUR. 1 shall be issued only on application having been made in writing by the exporter. Such application shall be made on a form, of which a specimen is given in Annex V to this Protocol, which shall be completed in accordance with this Protocol.

4. A movement certificate EUR. 1 may be issued only where it can serve as the documentary evidence required for the purpose of implementing the Agreement.

5. Applications for movement certificates EUR. 1 must be preserved for at least two years by the customs authorities of the exporting country.

ARTICLE 8

1. The movement certificate EUR. 1 shall be issued by the customs authorities of the exporting State, if the goods can be considered "originating products" within the meaning of this Protocol.

2. For the purpose of verifying whether the conditions stated in paragraph 1 have been met, the customs authorities shall have the right to call for any documentary evidence or to carry out any check which they consider appropriate.

3. It shall be the responsibility of the customs authorities of the exporting State to ensure that the forms referred to in Article 9 are duly completed. In particular, they shall check whether the space reserved for the description of the goods has been completed in such a manner as to exclude all possibility of fraudulent additions. To this end, the description of the goods must be indicated without leaving any blank lines. Where the space is not completely filled a horizontal line must be drawn below the last line of the description, the empty space being crossed through.

4. The date of issue of the movement certificate must be indicated in the part of the certificate reserved for the customs authorities.

Movement certificates EUR. 1 shall be made out on the form of which a specimen is given in Annex V to this Protocol. This form shall be printed in one or more of the languages in which the Agreement is drawn up. Certificates shall be made out in one of these languages and in accordance with the provisions of the domestic law of the exporting State; if they are handwritten, they shall be completed in ink and in capital letters.

Each certificate shall measure 210 x 297 mm, a tolerance of up to plus 8 mm or minus 5 mm in the length may be allowed. The paper used must be white-sized writing paper not containing mechanical pulp and weighing not less than 25 g/m2. It shall have a printed green guilloche pattern background making any falsification by mechanical or chemical means apparent to the eye.

The exporting States may reserve the right to print the certificates themselves or may have them printed by approved printers. In the latter case, each certificate must include a reference to such approval. Each certificate must bear the name and address of the printer or a mark by which the printer can be identified. It shall also bear a serial number, either printed or not, by which it can be identified.

ARTICLE 10

1. Under the responsibility of the exporter, he or his authorized representative shall request the issue of a movement certificate EUR. 1.

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

ARTICLE 11

A movement certificate EUR. 1. must be submitted, within five months of the date of issue by the customs authorities of the exporting State, to the customs authorities of the importing State where the goods are entered.

Movement certificates EUR. 1 shall be submitted to customs authorities in the importing State, in accordance with the procedures laid down by that State. The said authorities may require a translation of a certificate. They may also require the import declaration to be accompanied by a statement from the importer to the effect that the goods meet the conditions required for the implementation of the Agreement.

ARTICLE 13

1. A movement certificate EUR. 1 which is submitted to the customs authorities of the importing State after the final date for presentation specified in Article 11 may be accepted for the purpose of applying preferential treatment, where the failure to submit the certificate by the final date set is due to reasons of force majeure or exceptional circumstances.

2. In other cases of belated presentation, the customs authorities of the importing State may accept the certificates where the goods have been submitted to them before the said final date.

ARTICLE 14

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

ARTICLE 15

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

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

Form EUR. 2 shall be 210 x 148 mm. A tolerance of up to plus 8 mm or minus 5 mm in the length may be allowed. The paper used shall be white paper dressed for writing not containing mechanical pulp and weighing not less than 64 g/m2.

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

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

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

ARTICLE 17

1. Goods sent as small packages to private persons or forming part of travellers' personal luggage shall be admitted as originating products without requiring the production of a movement certificate EUR. 1 or the completion of a form EUR. 2, provided that such goods are not imported by way of trade and have been declared as meeting the conditions required for the application of these provisions, and where there is no doubt as to the veracity of such declaration. 2. Importations which are occasional and consist solely of goods for the personal use of the recipients or travellers or their families shall not be considered as importations by way of trade if it is evident from the nature and quantity of the goods that no commercial purpose is in view. Furthermore, the total value of these goods must not exceed 90 European Units of Account in the case of small packages or 285 European Units of Account in the contents of travellers' personal luggage.

ARTICLE 18

1. Goods sent from the Community or from Yugoslavia for exhibition in another country and sold after the exhibition for importation into Yugoslavia or into the Community shall benefit on importation from the provisions of the Agreement on condition that the goods meet the requirements of this Protocol entitling them to be recognized as originating in the Community or in Yugoslavia and provided that it is shown to the satisfaction of the customs authorities that :

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

2. A movement certificate EUR. 1 must be produced to the Customs authorities in the normal manner. The name and address of the exhibition must be indicated thereon. Where necessary, additional documentary evidence of the nature of the goods and the conditions under which they have been exhibited may be required. 3. Paragraph 1 shall apply to any trade, industrial, agricultural or crafts exhibition, fair or similar public show or display which is not organized for private purposes in shops or business premises with a view to the sale of foreign goods, and during which the goods remain under customs control.

ARTICLE 19

1. When a certificate is issued within the meaning of Article 7 (2) of this Protocol after the goods to which it relates have actually been exported, the exporter must in the application referred to in Article 7 (3) of this Protocol :

- indicate the place and date of exportation of the goods to which the certificate relates;
- certify that no povement certificate ENR. 1 was issued at the time of exportation of the goods in question, and state the reasons.

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

Certificates issued retrospectively must be endorsed with one of the following phrases : "NACHTRAECLICH AUSCESTELL", "DELIVRE A POSTERIORI", "RILASCIATO À POSTERFORI", "AFGEGEVEN A POSTERIORI", "ISSUED RETROSPEC-TIVELY", "UDSTEDT EFTERFÉLGENDE", "IZDATO NAKNADNO".

ARTICLE 20

In the event of the theft, loss or destruction of a movement certificate EUR. 1, the exporter may apply to the customs authorities which issued it for a duplicate made out on the basis of the export documents in their possession. The duplicate issued in this way must be indorsed with one of the following words : "DJPLIKAT", "DJPLICATA", "DJPLICATO", "DJPLICAAT", "DJPLICATE".

ARTICLE 21

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

ARTICLE 22

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

ARTICLE 23

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

1. Subsequent verifications of movement certificates EUR. 1 and of forms EUR. 2 shall be carried out at random or whenever the customs authorities of the importing State have reasonable doubt as to the authenticity of the document or the accuracy of the information regarding the true origin of the goods in question.

2. For the purpose of implementing paragraph 1, the customs authorities of the importing State shall return the movement certificate EUR. 1 or the form EUR. 2, or a photocopy thereof, to the customs authorities of the exporting State, giving, where appropriate, the reasons of form or substance for an inquiry. The invoice, if it has been submitted, or a copy thereof shall be attached to the form EUR. 2 and the customs authorities shall forward any information that has been obtained suggesting that the particulars given on the said certificates or the said form are inaccurate.

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

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

When such disputes cannot be retiled between the customs authorities of the importing State and those of the exporting State, or when they raise a question as to the interpretation of this Protocol, they shall be enbmitted to the Customs Co-operation Committee.

In all cases the scittement of disputes between the importer and the customs authorities of the importing State shall be under the legiclation of the raid State.

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The Plan Commission may decide to amend the provisions of this Protocol.

ARTICLE 26

- 1. A Customs Cooperation Committee shall be set up, charged with carrying out administrative cooperation with a view to the correct and uniform application of this Protocol and with carrying out any other task in the customs field which may be entrusted to it.
- 2. The Committee shall be composed on the one hand of experts of the Member States and of officials of the departments of the Commission of the European Communities who are responsible for customs questions, and on the other hand of experts nominated by Yugoslavia.

ARTICLE 27

The Community and Yugoslavia shall take any measures necessary to enable movement certificates EUR.1 as well as forms EUR.2 to be submitted, in accordance with Articles 11 and 12 of this Protocol, from the day on which it enters into force.

ARTICLE 28

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

ARTICLE 29

The contracting parties agree to take the necessary steps to avoid deflection of trade when this Protocol is applied. The Joint Commission shall examine, at the request of either party, and decide, within a reasonable period, on the adoption of appropriate measures in the context of this Protocol.

ARTICLE 30

The Annexes to this Protocol shall form an integral part of it.

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The provisions of the Agreement may be applied to goods which comply with the provisions of Title I and which on the date of entry into force of the Agreement are either in transit or are in the Community or in Yugoslavia in temporary storage in bonded warehoused or in free zones, subject to the submission to the Customs authorities of the importing State within four months of that date of a certificate EUR. I endorsed retro-pectively by the competent authorities of the exporting State together with the documents showing that the goods have been transported directly.

ARTICLE 32

The endorsectal referred to in Articles **19** and **20** shall be inserted in the "Reporte" boy of the certificate.

ANNEX I

EXPLANATORY NOTES

<u>Note 1</u> - <u>Articles 1 and 2</u> The terms 'the Community' or 'Yugoslavia' shall also cover the territorial waters of the Member States of the Community or of Yugoslavia respectively.

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

Note 2 - Article 1

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

Note 3 - Article 3(1) and (2) and Article 4

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

Note 4 - Article 1

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

Note 5 - Article 2 (f)

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

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

Note 6 - Article 4

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

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

ANNEX II

LIST A

List of working or processing operations which result in a change of tariff heading without conferring the status of originating products on the products undergoing such operations, or conferring this status only subject to certain conditions

Products obtained		Working or processing that does not confer	Working or processing that confers the
CCT heading No	Description	the status of originating products	status of originating products when the following conditions are met
02.06	Meat and edible meat offals (except poultry liver), salted, in brine, dried or smoked	Salting, placing in brine, drying or smoking of meat and edible meat and edible meat offals of heading Nos 02.01 and 02.04	
03.02	Fish, dried, salted or in brine; smoked fish, whether or not cooked before or during the smoking process	Drying, salting, placing in brine; smoking of fish, whether cooked or not	
04.02	Milk and cream, preserved, concen- trated or sweetened	Preserving, concentrating, or adding sugar to milk or cream of heading No 04.01 /	
04.03	Butter	Manufacture from milk or cream	
04.04	Chcese and curd	Manufacture from products of head- ing Nos 04.01 to 04.03	
07.02	Vegetables (whether or not cooked), preserved by freezing	Freezing of vegetables	
07.03	Vegetables provisionally preserved in brine, in sulphur water or in other preservative solutions, but not pec- ially prepared for immediate con- sumption	Placing in brine or in other solutions of vegetables of heading No 07.01	
07.04	Dried, dehydrated or evaporated vegetables, whole, cut, sliced, broken or in powder, but not further pre- pared	Drying, dehydration, evaporation, cutting, grinding, powdering of veg- etables of heading Nos 07.01 to 07.03	
08.10	Fruit (whether or not cooked), pre- served by freezing, not containing added sugar	Freezing of fruit	
08.11	Fruit provisionally preserved (for example, by sulphur dioxide gas, in brine, in sulphur water or in other preservative solutions), but unsuit- able in that state for immediate consumption	Placing in brine or in other solutions of fruit of heading Nos 08.01 to 08.09	

Products obtained		Working or processing that does not confer	Working or processing that confers the
CCT heading No	Description	the status of originating products	status of originating products when the following conditions are met
08.12	Fruit, dried, other than that falling within heading Nos 08.01 to 08.05	Drying of fruit	
11.01	Cereal flours	Manufacture from cereals	
11.02	Cereal groats and cereal meal; other worked cereal grains (for example, rolled, flaked, polished, pearled or kibbled, but not further prepared), except rice falling within heading No 10.06; germ of cereals, whole, rolled, flaked or ground	Manufacture from cereals	
11.04	Flour of the dried leguminous veg- etables falling within heading No 07.05 or of the fruits falling within any heading in Chapter 8; flour and meal of sago and of roots and tubers falling within heading No 07.06	Manufacture from dried leguminous vegetables of heading No 07.05, products of heading No 07.06 or of fruit of Chapter 8	
11.05	Flour, meal and flakes of potato	Manufacture from potatoes	
11.07	Malt, roasted or not	Manufacture from cereals	
11.08	Starches; inulin	Manufacture from cereals of Chapter 10, or from potatoes or other pro- ducts of Chapter 7	
11.09	Wheat gluten, whether or not dried	, Manufacture from wheat or wheat flours	
15.01	Lard, other pig fat and poultry fat, rendered or solvent-extracted	Manufacture from products of head- ing No 02.05	
15.02	Fats of bovine cattle, sheep or goats, unrendered; rendered or solvent-ex- tracted fats (including 'premier jus') obtained from those unrendered fats	Manufacture from products of head- ing Nos 02.01 and 02.06	
15.04	Fats and oils, of fish and marine mammals, whether or not refined	Manufacture from fish or marine mammals	
15.06	Other animal oils and fats (including neat's-foot o.! and fats from bones or waste)	Manufacture from products of Chapter 2	

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Products obtained		Working or processing that does not confer	Working or processing that confers t status of originating products when
CCT heading No	Description	the status of originating products	the following conditions are met
ex 15.07	Fixed vegetable oils, fluid or solid, crude, refined or purified, but not including chinawood oil, myrtle- wax, japan wax or oil of tung nuts, oleococca seeds or oiticia seeds; also not including oils of a kind used in machinery or mechanical appliances or for industrial purposes other than the manufacture of edible products	Manufacture from products of Chapters 7 and 12	
16.01	Sausages and the like, of meat, meat offal or animal blood	Manufacture from products of Chapter 2	
16.02	Other prepared or preserved meat or meat offal	Manufacture fro <mark>m products of</mark> Chapter 2	
16.04	Prepared or preserved fish, including caviar and caviar substitutes	Manufacture from products of Chapter 3	
16.05	Crustaceans and molluses, prepared or preserved	Manufacture from products of Chapter 3	
ex 17.01	Beet sugar and cane sugar, in solid form, flavoured or coloured	Manufacture from other products of Chapter 17 the value of which ex- ceeds 30% of the value of the finished product	
ex 17.02	Other sugars, in solid form, flavoured or coloured	Manufacture from other products of Chapter 17 the value of which ex- ceeds 30% of the value of the finished product	
ex 17.02	Other sugars, in solid form, not flavoured or coloured; sugar syrups, not flavoured or coloured; artificial honey, whether or not mixed with natural honey; caramel	Manufacture from any product	
ex 17.03	Molasses, flåvoured or coloured	Manufacture from other products of Chapter 17 the value of which ex- ceeds 30% of the value of the finished product	
17.04	Sugar confectionery, not containing cocoa	Manufacture from other products of Chapter 17 the value of which ex- cecds 30% of the value of the finished product	
18.06	Chocolate and other food prep- arations containing cocoa	Manufacture from products of Chapter 17 the value of which ex- ceeds 30% of the value of the finished product	
ex 19.02	Malt extract	Manufacture from products of head- ing No 11.07	

/	Products obtained	Working or processing that does not confer	Working or processing that confers the status of originating products when
vding No	Description	the status of originating products	the following conditions are met
ex 19.02	Preparations of flour, meal, starch or malt extract, of a kind used as infant food or for dietetic or culinary pur- poses, containing less than 50% by weight of cocoa	Manufacture from cereals and de- rivatives thereof, meat and milk, or in which the value of products of Chapter 17 used exceeds 30% of the value of the finished product	
19.03	Macaroni, spaghetti and similar products		Manafacture from dùrum whear
19.04	Tapioca and sago; tapioca and sago substitutes obtained from potato or other starches	Manufacture from potato starch	
19 .05	Prepared foods obtained by the swel- ling or roasting of cereals or cereal products (puffed rice, corn flakes and similar products)	Manufacture from any product other than of Chapter 17 (¹) or in which the value of the products of Chapter 17 used exceeds 30% of the value of the finished product	
19.07	Bread, ships' biscuits and other ordi- nary bakers' wates, not containing added sugar, honey, eggs, fats, cheese or fruit; communion wafers, cachets of a kind suitable for phar- maccutical use, scaling wafers, rice paper and similar products	Manufacture from products of Chapter 11	
19.08	Pastry, biscuits, cakes and other fine bakers' wares, whether or not con- taining cocoa in any proportion	Manufacture from products of Chapter 11	
20.01	Vegetables and fruit, prepared or preserved by vinegar or acetic acid with or without sugar, whether or not containing salt, spices or mus- tard	Preserving vegetables, fresh or frozen or preserved tempcrarily or pre- served in vinegar	
20.02	Vegetables prepared or preserved otherwise than by vinegar or acetic acid	Preserving vegetables, fresh or frozen	
20.0.3	Fruit preserved by freezing, contain- ing added sugar	Manufacture from products of Chapter 17 of which the value ex- ceeds 30% of the value of the finished product	
20.04	Fruit, fruit peel and parts of plants, preserved by sugar (drained, glacé or crystallized)	Manufacture from products of Chapter 17 of which the value ex- ceeds 30% of the value of the finished product	
ex 20.05	Jams, fruit jellies, marmalades, fruit purées and fruit pastes, being cooked preparations, containing added sugar	Manufacture trom products of Chapter 17 of which the value ex- ceeds 30% of the value of the finished product	

(1) This rule dies not apply where the use of maize of the 'zea indurata' type or durum wheat is concerned.

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	Products obtained	Working or processing that does not confer	Working or processing that confers the
CCT heading No	Description	the status of originating products	status of originating products when the following conditions are met
20.06	Fruit otherwise prepared or pre- served, whether or not containing added sugar or spirit:		
	A. Nuts		Manufacture, without added suga or spirit, in which the value of the constituent originating products of heading Nos 08.01, 08.05 and 12.01, represents at least 60% of the value of the finished product
	B. Other fruits	Manufacture from products of Chapter 17 of which the value ex- ceeds 30% of the value of the finished product	
x 20.07	Fruit juices (including grape must), whether or not containing added sugar, but unfermented and not containing spirit	Manufacture from products of Chapter 17 of wh.ch the value ex- ceeds 30% of the value of the finished produce	
ex 21.02	Roasted chicory and extracts thereof	Manufacture from chicory roots, fresh or dried	
21.05	Soups and broths in liquid, solid or powder form; homogenized food preparations	Manufacture from products of head- ing No 20.02	
ex 21.07	Sugar syrups, flavoured or coloured	Manufacture from products of Chapter 17 of which the value ex- ceeds 30% of the value of the finished product	
22.02	Lemonade, flavoured spa waters and flavoured aerated waters, and other non-alcoholic beverages, not includ- ing fruit and vegetable juices falling within heading No 20.07	Manufacture from fruit juices (1) or in which the value of products of Chapter 17 used exceeds 30% of the value of the finished product	
22.06	Vermouths, and other wines of fresh grapes flavoured with aromatic ex- tracts	Manufacture from products of head- ing No 08.04, 20.07, 22.04 or 22.05	
22.08	Ethyl alcohol or neutral spirits, undenatured, of a strength of 80° or higher; denatured spirits (including ethyl alcohol and neutral spirits) of any strength	Manufacture from products of head- ing No 08.04, 20.07, 22.04 or 22.05	
22.09	Spirits (other than those of heading No 22.08); liqueurs and other spirituous beverages; compound alcoholic preparations (known as 'concentrated extracts') for the manufacture of beverages	Manufacture from products of head- ing No 08.04, 20.07, 22.04 or 22.05	

Pr	oducts obtained	Working or processing	Working or processing
CCT heading N ^o	Description	that does not confer the status of origi- nating products	that confers the status of originating products when the following con- ditions are met
22.10 ex 23.0.5	Vinegar and substitutes for sinegar Residues from the manufacture of maize starch (excluding concentrated steeping liquors), of a protein con- tent, calculated on the dry product, exceeding 40% by weight	Manufacture from pro- ducts of heading n° 08.04, 20.07, 22.04 or 22.05 Manufacture from make or make thour	
23.04	Oil-cake and other residues (except dregs) resulting from the extraction of vegetable oils	Manufacture from various products	
23.07	Sweetened forage; other preparations of a kind used in animal feeding	Manufacture from cereals and de- rived products, meat, milk, sugar and molasses	
ex 24.02	Cigarettes, cigars, smoking tobacco		Manufacture from products of heading No 24,01 of which at least 70% by quantity are originating products
ex 28.38	Aluminium sulphate		Manufacture in which the value of the products used does not exceed 50%, of the value of the finished product
30,.)3	Medicaments (including veterinary medicaments)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
31.05	Other femilizers, goods of the pro- ent Chapter in tall ets lowers sound similar prepared forms of it pack- ings of a gross weight bot to health 10 kg		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

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	Products obtained	Working or processing that does not confer	Working or processing that confers the status of originating products when the following conditions are met
CCT heading No	Description	the status of originating products	
32.06	Colour lakes	Manufacture from materials of head- ing No 32.04 or 32.05 (1)	
32.07	Other colouring matter; inorganic products of a kind used as luminophores	Mixing of oxides or salts of Chapter 28 with extenders such as barium sulphate, chalk, barium carbonate and satin white (1)	
ex 33.06	Aqueous distillates and aqueous solutions of essential oils, including such products suitable for medicinal uses	Manufacture from essential oils (ter- peneless or not), concretes, absolutes or resinoids (1)	· .
35.05	Dextrins and dextrin glues; soluble or roasted starches; starch glues	·	Manufacture from maize or potatoe
ex 35.07	Preparations used for clarifying beer, composed of papain and bentonite; enzymatic preparations for desizing textiles		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
37.01	Photographic plates and film in the flat, sensitized, unexposed, of any material other than paper, paper- board or cloth	Manufacture from products of head- ing No 37.02 (¹)	
37.02	Film in rolls, sensitized, unexposed, perforated or not	Manufacture from products of head- ing No 37.01 (1)	
37.04	Sensitized plates and film, exposed but not developed, negative or posi- tive	Manufacture from products of head- ing No 37.01 or 37.02 (1)	
38,11	Disinfectants, insecticides, fun- gicides, rat poisons, herbicides, anti- sprouting products, plant growth regulators and similar products, put up in forms or packings for sale by retail or as preparations or as articles (for example, sulphur-treated bands, wicks and candles, fly-papers)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
38.12	Prepared glazings, prepared dressings and prepared mordants, of a kind used in the textile, paper, leather or like industries		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

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preparations d industries ing of mix- ts), not else- ded; residual al or allied specified or	•	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
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Products obtanad			Working or processing that confers the
e C F bendins	Description	Working or processing that does not center the status of origin ung products	status of originating products when the following conditions are met
No	· · · · · · ·		
ex 38-19 cowrd	Mixed alkylbenzenes and mixed alkylnapthb denes,		
	lon exchanges,		
	Citalysts,		
	Getters for vacuum tubes,		
	Refractory concerts or mortars and similar compositions,		
	Alkaline non oxide for the punification of gas,		
	 Carbon excluding that in artificial graphite of heading No 38.01) in metal graphite of other compounds, in the form of small plates, bars or other semi-mani- factures 		
	 Sorbitol other than that of head- ing No 29/04 		
	 Ammoniacal gas liquors and spent oxide produced in coal gas purification 		
ex 39.02	Polymerization products		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
cx 30,()~	Articles of materials of the kinds described in heading Nos 39.01 to 39.06 with the exception of fans and hand screens, non-mechanical, trames and handles therefor and parts of such trames and handles, and corset busks and similar sup- ports for articles of apparel or clothing accessories	,	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
40.05	Plates, sheets and strip, of un- vulcanized natural or synthetic rub- ber, other than smoked sheets and crepe sheets of heading No 40.01 or 40.02; granules of unvulcanized natural or synthetic rubber com- pounded ready for vulcanization; unvulcanized natural or synthetic rubber, compounded before or after coagulation either with carbon black (with or without the addition of mineral oil or with silica with or without the addition of mineral oil), in any form, of a kind known as masterbatch		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
41.08	Patent leather and imitation patent leather; metallized leather		Varnishing or metallizing of leather of heading Nos 41.02 to 41.06 (other than skin leather of crossed Indian sheep and Indian goat or kid, not further prepared than vegetable tanned, or if otherwise prepared obviously unsuitable for immediate use in the manufacture of leather articles) in which the value of the skin leather used does not exceed 50% of the value of the finished product

	Products obtained	Working or processing that does not confer	Working or processing that conters the status of originating products when the following conditions are met
· CCT heading No	Description	the status of originating products	
43.03	Articles of furskin	Making up from furskin in plates, crosses and similar forms (heading No ex 43.02) (¹)	
ex 44.21	Complete wooden packing cases, boxes, crates, drums and similar packings, excepting those made of fibreboard		Manufacture from boards not cut to size
ex 44.28	Match splints; wooden pegs or pins for footwear	Manufacture from drawn wood	
45.03	Articles of natural cork		Manufacture from products of heading No 45.01
ex 4 8.07	Paper and paperboard, ruled, lined, or squared, but not otherwise printed, in rolls or sheets		Manufacture from paper pulp
48.14	Writing blocks, envelopes, letter cards, plain postcards, correspon- dence cards; boxes, pouches, wallets and writing compendiums, of paper or paperboard, containing only an assortment of paper stationery		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
48.15	Other paper and paperboard, cut to size or shape		Manufacture from paper pulp
ex 48.16	Boxes, bags and other packing con- tainers, of paper or paperboard	•	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
49.09	Picture postcards, Christmas and other picture greeting cards, printed by any process, with or without trimmings	Manufacture from products of head- ing No 49.11	· · ·
49. 10	Calendars of any kind, of paper or paperboard, including calendar blocks	Manufacture from products of head- ing No 49.11	
50.04 _. (1	Silk yarn, other than yarn of noil or other waste silk, not put up for retail sale		Manufacture from products other than those of heading No 50.04
50.05 (4	Yarn spun from noil or other waste silk, not put up for retail sale	· · · ·	Manufacture from products of heading No 50.03

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

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

Products obtained		Working or processing that does not confer	Working or processing that confers the
CCT heading No	Description	the status of onginating products	status of originating products when the following conditions are met
ex 50.07 (¹)	Silk yarn and yarn spun from noil or other waste silk, put up for retail sale	· · ·	Manufacture from products of heading Nos 50.01 to 50.03
ex 50.07 (1)	Initation catgut of silk		Manufacture from products of heading No 50.01 or of heading No 50.03 neither carded nor combed
50.09 (²)	Woven fabrics of silk, of noil or of other waste silk		Manufacture from products of heading No 50.02 or 50.03
51.01 (¹)	Yarn of man-made fibres (continu- ous), not put up for retail sale		Manufacture from chemical products or textile pulp
51.02 (¹)	Monofil, strip (artificial straw and the like) and imitation catgut, of man-made fibre materials		Manufacture from chemical products or textile pulp
^{(۱}) 51.03	Yarn of man-made fibres (continu- ous), put up for retail sale		Manufacture from chemical products or textile pulp
51.04 (²)	Woven fabrics of man-made fibres (continuous), including woven fah- rics of monofil or strip of heading No 51.01 or 51.02		Manufacture from chemical products or textile pulp
52.01 (¹)	Metallized yarn, being textile yarn spun with metal or covered with metal by any process		Manufacture from chemical products, from textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste, neither carded nor combed
52.02 (4 ;	Woven fabrics of metal thread or of metallized yarn, of a kind used in articles of apparel, as furnishing fabrics or the like	•	Manufacture from chemical products, from textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste

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	Products obtained	Working or processing that does not confer	Working or processing that confers the status of originating products when
CCT heading No	Description	the status of originating products	the following conditions are met
.53 . 06 (1)	Yarn of carded sheep's or lambs' wool (woollen yarn), not put up for retail sale		Manufacture from products or heading No 53.01 or 53.03
\$3.07 (†)	Yarn of combed sheep's or lambs' wool (worsted yarn), not put up for retail sale		Manufacture from products of heading No 53.01 or 53.03
53.08 (†)	Yarn of fine animal hair (carded or combed), not put up for retail sale		Manufacture from raw fine animal hair of heading No 53.02
53.09 (1)	Yarn of horsehair or of other coarse animal hair, not put up for retail sale		Manufacture from raw coarse animal hair of heading No 53.02 or from raw horschair of heading No 05.03
.53.10 (\$)	Yarn of sheep's or lambs' wool of horsehair or of other animal hair (fine or coarse), put up for retail sale		Manufacture from materials of heading Nos 05.03 and 53.01 to 53.04
53.11 (%)	Woven fabrics of sheep's or lambs' wool or of fine animal hair	·	Manufacture from materials of heading Nos 53.01 to 53.05
53.12 (\$)	Woven fabrics of horsehair or of other coarse animal hair		Manufacture from products of heading Nos 53.02 to 53.05 or from horsehair of heading No 05.03
54.03 (¶)	Flax or ramie yarn, not put up for retail sale		Manufacture either from products of heading No 54.01 neither carded nor combed or from products of heading No 54.02
54.04 (1)	Flax or ramie yarn, put up for retail sale		Manufacture from materials of heading No 54.01 or 54.02
54.05 (%)	Woven fabrics of flax or of ramie	•	Manufacture from materials of heading No 54.01 or 54.02
55.05 (†)	Cotton yarn, not put up for retail sale		Manufacture from materials of heading No 55.01 or 55.03
55 .0 6 (f)	Cotton yarn, put up for retail sale		Manufacture from materials of heading No 55.01 or 55.03
55.07 (🖣)	Cotton gauze ·		Manufacture from materials of heading No 55.01, 55.03 or 55.04
55.08 (9)	Terry towelling and similar terry fabrics, of cotton		Manufacture from materials of heading No 55.01, 55.03 or 55.04

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

	Products obtained	Working or processing that does not confer the status of originating products	Working or processing that confers the status of originating products when
CCT heading No	Description		the following conditions are met
55.09 (\$	Other woven fabrics of cotton		Manufacture from materials of heading No 55.01, 55.03 or 55.04
56.01	Man-made fibres (discontinuous), not carded, combed or otherwise prepared for spinning		Manufacture from chemical products or textile pulp
56.02	Continuous filament tow for the manufacture of man-made fibres (discontinuous)		Manufacture from chemical products or textile pulp
56.03	Waste (including yarn waste and pulled or garnetted rags) of man- made fibres (continuous or discon- tinuous), not carded, combed or otherwise prepared for spinning		Manufacture from chemical products or textile pulp
56.04	Man-made fibres (discontinuous or waste), carded, combed or otherwise prepared for spinning		Manufacture from chemical products or textile pulp
56,05 (f)	Yarn of man-made fibres (discon- tinuous or waste), not put up for retail sale		Manufacture from chemical products or textile pulp
56.06 🖪	Yarn of man-made fibres (discon- tinuous or waste), put up for retail sale		Manufacture from chemical products or textile pulp
56.07 (2,	Woven fabrics of man-made fibres (discontinuous or waste)		Manufacture from products of heading Nos 56.01 to 56.03
57.06 (Yarn of jute or of other textile bast fibres of heading No 57.03	•	Manufacture from raw jute, jute tow or from other raw textile bast fibres of heading No 57,03
x 57.07 (#)	Yarn of true hemp		Manufacture from true hemp, raw
	Yarn of other vegetable textile fibres, excluding yarn of true hemp		Manufacture from raw vegetable textile fibres of heading Nos 57.02 to 57.04

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

(2) For fabrics composed or two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:
 to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within heading Nos ex 51.01 and ex 58.07;
 to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminum or of a film of artificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

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	Products obtained	Westing	Working or processing that confers the
CCT heading No	Description	Working or processing that does not confer the status of originating products	status of orginating products when the following conditions are met
ex 57.07	Paper yarn		Manufacture from products of Chapter 47, from chemical products. textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste, neither carded nor combed
57.10 (²	Woven fabrics of jute or of other textile bast fabrics of heading No 57.03		Manufacture from raw jute, jute tow or from other raw textile bast fibres of heading No 57.03
ex 57.11 (²)	Woven fabrics of other vegetable textile fibres		Manufacture from materials of heading No 57.01, 57.02 or 57.04 or from coir yarn of heading No 57.07
ex 57.11	Woven fabrics of paper yarn		Manufacture from paper, from chemical products, textile pulp or from natural textile fibres, discontinuous man-made fibres or their waste
58.01 (†)	Carpets, carpeting and rugs knotted (made up or not)		Manufacture from materials of heading Nos 50.01 to 50.03, 51.01, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 tc 57.04
58.02 (†)	Other carpets, carpeting, rugs, mats and matting, and 'Kelem', 'Schumacks' and 'Karamanie' rugs and the like (made up or not)		Manufacture from materials of heading Nos 50.01 to 50.03 , 51.01 , 53.01 to 53.05 , 54.01 , 55.01 to 55.04, 56.01 to 56.03 57.01 to 57.04 or from coir yarn of heading No 57.07
58.04 (4)	Woven pile fabrics and chenille fab- rics (other than terry towelling or similar terry fabrics of cotton falling within heading No 55.08 and fabrics falling within heading No 58.05)	•	Manufacture from materials of heading Nos 50.01 to 50.03, 53 01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03, 57.01 to 57.04 or from chemical products or textile pulp
58.05 (¹)	Narrow woven fabrics, and narrow fabrics (bolduc) consisting of warp without weft assembled by means of an adhesive, other than goods falling within heading No 58.06		Manufacture from materials of heading Nos 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp

(1) For products composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed product is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased: — to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, failing within herding Nos ex \$8.07; — to 30% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, failing within herding Nos ex \$8.07; — to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of 8 flm of artificial platic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent of coloured glue new een two strips of or the critical platic material.

cial plastic material.

For fabrics composed of two or more textile materials, the conditions shown in this list must also be met in respect of each of the headings under which fabric of the other textile materials of which the mixed fabric is composed would be classified. This rule, however, does not apply to any one or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased: — to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within heading. Nos ex 51.01 and ex 58.07; — to 30% where the inmeterial in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin step of aluminium or of a fitm of ertificial plastic material whether or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two fabric ' artificial plastic material.

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	T Praticol I vi	We thing or processing that does not confer	Working or processing that confers the status of originating products when
CCF heading No	Ριχηριου	the status of originating products	the following conditions are met
58 06 ^{- 1}	Woven labels, badges and the like, not embroidered, in the piece, in strips or cut to shape or size		Manufacture from materials of heading Nos 50.01 to 50.03, 53.0 to 53.05, 54.01, 55.01 to 55.04 56.01 to 56.03 or from chemica products or textile pulp
\$8 0° (')	thenilk vain (including flock chemile varn), gimped varn (other than metallized varn of heading No \$2.01 and gimped horsehair yarn); braids and ornamental trimmings in the piece, tassels, pompoins and the like		Manufacture from materials of heading Nos 50.01 to 50.03, 53.0 to 53.05, 54.01, 55.01 to 55.04 56.01 to 56.03 or from chemic, products or textile pulp
58.08 (')	Talle and other net fabrics (but not ancluding weiven, knitted or crocheted fabrics), plain		Manufacture from materials of heading Nos 50.01 to 50.03, 53.0 to 53.05 , 54.01 , 55.01 to 55.04 56.01 to 56.03 or from chemical products or textile pulp
.58.09 (¹)	Tulle and other net fabrics (but not including woven, knitted or crocheted fabrics), figured; hand or mechanically made lace, in the piece, in strips or in motifs		Manufacture from materials of heading Nos 50.01 to 50.03, 53.0 to 53.05, 54.01, 55.01 to 55.04 56.01 to 56.03 or from chemica products or textile pulp
58.10	Embroidery, in the piece, in strips or in motifs		Manufacture in which the value of the product used does not excee 50% of the value of the finishe product
59.01 (¹)	Wadding and articles of wadding, textile flock and dust and mill neps		Manufacture either from natura fibres or from chemical products o textile pulp
¢ 59.02 (1)	Felt and articles of felt, with the exception of needled felt, whether or not impregnated or coated		Manufacture either from natura fibres or from chemical products o textile pulp
59.02 (')	Needled felt, whether or, not impregnated or coated		Manufacture either from natura fibres or from chemical products o textile pulp or from fibre o continuous polypropylene filamen of which the denomination of the filaments is less than eight denier and of which the value does not exceed 40% of the value of the finished product
59.03 (¹)	Bonded fibre fabrics, similar bonded yarn fabrics, and articles of such fabrics, whether or not impregnated or coated		Manufacture either from natura fibres or from chemical products o textile pulp

 ⁽¹⁾ For products composed of two or more textile materials, the conditions shown in column 4 must be met in respect of each of the textile materials of which the mixed product is composed of two or more textile materials, the conditions shown in column 4 must be met in respect of each of the textile materials of which the mixed product is composed or more mixed textile materials whose weight does not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased:

 to 20% where the material in question is yarn made of polyurethane segmented with flexible segments of polyether, whether or not gimped, falling within heading Nos es \$1.01 and ex \$8.07;
 to 30% where the material in question is yarn of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a fibm of artificial plastic material whose means of a transparent or coloured glue between two films of artificial plastic real plastic material.

	Products obtained	Working or processing that does not confer	Working of processing that confers the
CCT heading No	Description	the status of originating products	status of originating products when the following conditions are met
.59.04 (¹)	Twine, cordage, ropes and cables, plaited or not		Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No 57.07
59.05 (¹)	Nets and netting made of twine, cordage or rope, and made up fish- ing nets of yarn, twine, cordage or rope		Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No 57.07
59.06 (¹)	Other articles made from yarn, twine, cordage, rope or cables, other than textile fabrics and articles made from such fabrics		Manufacture either from natural fibres or from chemical products or textile pulp or from coir yarn of heading No 57.07
59.07	Textile fabrics coated with gum or amylaceous substances, of a kind used for the outer covers of books and the like; tracing cloth; prepared painting canvas; buckram and simi- lar fabrics for hat foundations and similar uses		Manufacture from yarn
59.08	Textile fabrics impregnated, coated covered or laminated with prepara- tions of cellulose derivatives or of other artificial plastic materials		Manufacture from yarn
59.10 (¹)	Linoleum and materials prepared on a textile base in a similar manner to linoleum, whether or not cut to shape or of a kind used as floor coverings; floor coverings consisting of a coating applied on a textile base, cut to shape or not	•	Manufacture either from yarn or from textile fibres
59.41	Rubberized textile fabrics, other than rubberized knitted or crocheted goods, with the exception of those consisting of fabric of continuous synthetic textile fibres, or of fabric composed of parallel yarns of con- tinuous synthetic textile fibres, im- pregnated or covered with rubber latex, containing at least 90% by weight of textile materials and used for the manufacture of tyres or for other technical uses		Manufacture from yarn

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 ⁽¹⁾ For products composed of two or more textile materials, the conditions shown in column 4 must be met in respect of each of the textile materials of which the mixed product is composed. This rule, however, does not apply to any one or more mixed textile materials whose weight dives not exceed 10% of the total weight of textile materials incorporated. This percentage shall be increased;
 — to 20% where the material in question is yarm made of polyurethane segmented with flexible segments or polyether, whether or not gimped, falling within heading Nus ex \$1.01 and ex \$8.07;
 — to 30% where the material in question is yarm of a width not exceeding 5 mm formed of a core consisting either of a thin strip of aluminium or of a film of artificial plastic material where or not covered with aluminium powder, this core having been inserted and glued by means of a transparent or coloured glue between two films of artificial plastic material.

Products obtained			Working or processing that confets the
CCT heading No	Description	Working or processing that does not confer the status of originating products	status of originating products when the following conditions are met
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ex 59.11	Rubberized textilé fabrics, other than rubberized knitted or crocheted goods, consisting of fabric of con- tinuous synthetic textile fibres or of fabric composed of parallel yarns of continuous synthetic textile fibres, impregnated or covered with rubber latex, containing at least 90% by weight of textile materials and used for the manufacture of tyres or for other technical uses	· · ·	Manufacture from chemical products
59.1Ž	Textile fabrics otherwise impreg- nated or coated; painted canvas being theatrical scenery, studio back-cloths of the like		Manufacture from yarn
<b>59.13</b> (1	Elastic fabrics and trimmings (other than knitted or crocheted goods) consisting of textile materials com- bined with rabber threads		Manufacture from single yazıı
<b>59</b> .15 (1	Téxtile hosepiping and similar tubing, with or without lining armour or accessories of other materials		Manufacture from materials of heading Nos $50.01$ to $50.03$ , $53.01$ to $53.05$ , $54.01$ , $55.01$ to $55.04$ , 56.01 to $56.03$ or $57.01$ to $57.04$ or from chemical products or textile pulp
59.16 ( ¹ )	Transmission, conveyor or elevator belts or belting, of textile material, whether or not strengthened with metal or other material	,	Manufacture from materials of heading Nos 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
59.17 ( ¹ )	Textile fabrics and textile articles, of a kind commonly used in machinery or plant		Manufacture from materials of heading Nos 50.01 to 50.03, 53.01 to 53.05, 54.01, 55.01 to 55.04, 56.01 to 56.03 or 57.01 to 57.04 or from chemical products or textile pulp
ex Chapter 60 (1)	Knitted and crocheted goods, ex- cluding knitted or crocheted goods obtained by sewing or by the as- sembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)	· · ·	Manufacture from natural fibres, carded or combed, from materials of heading Nos 56.01 to 56.03 from chemical products or textile pulp

 ⁽¹⁾ For products composed of two or more textile materials, the conditions shown in column 4 must be met in rejection from of the scale of the scale

· Products obtained		Working or processing that does not confer	Working or processing that confers the status of originating products when
CCT heading No	Description	the status of originating products	the following conditions are met
ex 60.02	Gloves, mittens and mitts, knitted or crocheted, not elastic or rubberized, obtained by sewing or by the as- sembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn 🖨
ex 60.03	Stockings, understockings, socks, ankle-socks, sockettes and the like, knitted or crocheted, not elastic'or rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn (9)
ex 60.04	Under garments, knitted or crocheted, not elastic or rubberized, obtained by sewing or by the as- sembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn ( <b>1</b> )
ex 60.05	Outer garments and other articles, knitted or crocheted, not elastic or rubberized, obtained by sewing or by the assembly of pieces of knitted or crocheted goods (cut or obtained directly to shape)		Manufacture from yarn (¹)
ex 60.06	Other articles, knitted or crocheted, elastic or rubberized (including elas- tic knee-caps and elastic stockings), obtained by sewing or by the assem- bly of pieces of knitted or crocheted goods (cut or obtained directly to shape)	•	Manufacture from yarn (1)
ex 61.01	Men's and boys' outer garments, excluding fire resistant equipment of cloth covered by foil of aluminized polyester		Manufacture from yarn ( ¹ ) ( ² )
ex 61.01	Fire resistant equipement of cloth covered by foil of aluminized poly- ester		Manufacture from uncoated cloth which the value does not exce 40% of the value of the finish product ( ¹ ) ( ² )

 ⁽¹⁾ Trimmings and accessories (excluding linings and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight does not exceed 10% of the total weight of all the textile materials incorporated.
 (2) These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in List B.

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Products obtained		Working or processing that does not confer	Working or processing that confers the
CCT heading No	Desemption	the status of originating products	status of originating products when the following conditions are met
ex 61.02	Women's, girls' and infants' outer garments, not embroidered, exclud- ing fire resistant equipment of cloth covered by foil of aluminized poly ester	- -	Manufacture from yarn (1) (2)
x 61.02	Fire resistant equipment of cloth covered by foil of aluminized poly- ester		Manufacture from uncoated cloth of which the value does not exceed $40\%$ of the value of the finished product ( ¹ ) ( ² )
ex 61.02	Women's, girls' and infants' outer garments, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product ( ¹ )
61.03	Men's and boys' under garments, including collars, shirt fronts and cuffs		Manufacture from yarn ( ¹ ) ( ² )
61 04	Women's, girls' and infants' under garments		Manufacture from yarn ( ¹ ) ( ² )
ex 61.05	Handkerchiefs, not embroidered		Manufacture from unbleached single yarn (1) (2) (3)
ex 61.05	Handkerchiefs, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product ( ³ )
ex 61.06	Shawls, scarves, mufflers, mantillas, veils and the like, not embroidered	•	Manufacture from unbleached single yarn of natural textile fibres or discontinuous man-made fibres or their waste or from chemical products or textile pulp (1) (2)
ex 61.06	Shawls, scarves, mufflers, mantillas, veils and the like, embroidered		Manufacture from fabrics, not embroidered, the value of which does not exceed 40% of the value of the finished product ( ¹ )
61.07	Ties, bow ties and cravats		Manufacture from yam (1) (2)
61.09	Corsets, corset-belts, suspender-belts, brassières braces, suspenders, garters and the like (including such articles of knitted or crocheted fabric), whether or not elastic		Manufacture from yarn (1) (2)

(1) Trimmings and accessories used (excluding limings and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight

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Products obtained		Working or processing that does not confer	Working or processing that confers the
CCT heading No	Description	the status of originating products	status of originating products when the following conditions are met
ex 61.10	Gloves, mittens, mitts, stockings, socks and sockettes, not being knit- ted or crocheted goods, excluding fire resistant equipment of cloth covered by foil of aluminized poly- ester		Manufacture from yarn (1) (2)
ex 61.10	Fire resistant equipment of cloth covered by foil of aluminized poly- ester		Manufacture from uncoared cloth $\alpha$ which the value does not excee 40% of the value of the finishe product $\binom{1}{2}$
ex 61.11	Made up accessories for articles of apparel (for example, dress shields, shoulder and other pads, belts, muffs, sleeve protectors, pockets) with the exception of collars, tuck- ers, fallals, bodice-fronts, jabots, cuffs, flounces, yokes and similar accessories and trimmings for women's and girls' garments, em- broidered		Manufacture from yarn ( ¹ ) ( ² )
ex 61.11	Collars, tuckers, fallals, bodice- fronts, jabots, cuffs, flounces, yokes 'and similar accessories and trim- mings', for women's and girls' gar- ments, embroidered		Manufacture from fabrics, no embroidered, the value of whic does not exceed 40% of the value of the finished product ( ¹ )
62.01	Travelling rugs and blankets		Manufacture from unbleached yar of Chapters $50^{\circ}$ to $56_{s}$ (2) (3)
cx 62.02	Bed linen, table linen, toilet linen and kitchen linen; curtains and other furnishing articles, not embroidered	•	Manufacture from unbleached sing yarn $\binom{2}{3}$
ex 62.02	Bed linen, table linen, toilet linen and kitchen linen; curtains and other furnishing articles, embroidered		Manufacture from fabrics, no embroidered, the value of whic does not exceed 40% of the value to the finished product
62.03	Sacks and bags, of a kind used for the packing of goods		Manufacture from chemic products, textile pulp or fro natural textile fibres, discontinuor man-made fibres or their waste ( ² ) (
62.04	Tarpaulins, sails, awnings, sunblinds, tents and camping goods		Manufacture from single unbleache yarn (²) (³)

 ⁽¹⁾ Trimmings and accessories used (excluding lining and interlining) which change tariff heading do not remove the originating status of the product obtained if their weight does not exceed 10% of the total weight of all the textile materials incorporated.
 (2) These provisions do not apply where the products are obtained from printed fabric in accordance with the conditions shown in List B.
 (3) For products obtained from two or more textile materials, this rule does not apply to one or more of the mixed textile materials if its or their weight does not exceed 10% of the total weight of all the textile materials incorporated.

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Products obtained		Working or processing that does not confer the status of originating	Working or processing that confers the status of originating products
CCT heading No	Description	products	when the following conditions are met
ex 62.05	Other made up textile articles (in- cluding dress patterns) excluding fans and hand-screens, non- mechanical, frames and handles therefor and parts of such frames and handles		Manufacture in which the value of the products used does not exceed 40% of the value of the finished product
64.01	Footwear with outer soles and up- pers of rubber or artificial plastic material	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
64.92	Footwear with outer soles of leather or composition leather footwear (other than footwear falling within heading No 64.01) with outer soles of rubber or artificial plastic material	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
64.03 ,	Footwear with outer soles of wood or of cork-	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
64.04	Footwear with outer soles of other materials	Manufacture from assemblies of uppers affixed to inner soles or to other sole components, but without outer soles, of any material except metal	
65.03	Felt hats and other felt headgear, being headgear made from the felt boods and plateaux falling within heading No 65.01, whether or not lined or trimmed		Manufacture from textile fibres
65.05	Hats and other headgear (including hair nets), knitted or crocheted, or made up from lace, felt or other tex- tile fabric in the piece (but not from strips), whether or not lined or trimmed	,	Manufacture either 'from yarn or from textile fibres
66.01	Umbrellas and sunstrades (including walking-stick umbrellas, umbrella tents, and garden and similar 'um- brellas)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
<b>∝</b> ⁺ 0.9 ⁺	Cast, rolled, drawn or blown glass (including flashed or wired glass) cut to shape other than rectangular shape, or bent or otherwise worked (for example, edge worked or en- graved) whether or not surface ground or polished; multiple-walled insulating glass	Manufacture from drawn, cast or rolled glass of heading Nos 70.04 to 70.06	
<b>7</b> 0 98	Safety glass consisting of toughened or lanunated glass, shaped or not	Manufacture from drawn, cast or rolled glass of heading Nos 70.04 to 70.06	

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Products obtained		Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are met
70.09	Glass mirrors (including rearview mirrors), unframed, framed or backed	Manufacture from drawn, cast or rolled glass of heading Nos 70.04 to 70.06	
71.15	Articles consisting of, or incorporat- ing, pearls, precious or sena-precious stones (natural, synthetic or recon- structed)		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
73.07	Blooms, billets, slabs and sheet bars (including tinplate bars), of iron or steel; pieces roughly shaped by forg- ing, of iron or steel	Manufacture from products of head- ing No 73.06	
73.08	Iron or steel coils for re-rolling	Manufacture from products of head- ing No 73.07	
73.09	Universal plates of iron or steel	Manufacture from products of head- ing No 73.07 or 73.08	1
73.10	Bars and rods (including wire rod), of iron or steel, hot-rolled, forged, extruded, cold-formed, or cold- finished (including precision-made); hollow mining drill steel	Manufacture from products of head- ing No 73.07	
73.11	Angles, shapes and sections, of iron or steel, hot-rolled, forgcd, extruded, cold-formed or cold-finished; sheet piling of iron or steel, whether or not drilled, punched or made from as- sembled elements	Manufacture from products of head- ing Nos 73.07 to 73.10, 73.12 or 73.13	
73.12	Hoop and strip, of iron or steel, hot-rolled or cold-rolled	Manufacture from products of head- ing Nos 73.07 to 73.09 or 73.13	
73.13	Sheets and plates, of 1ron or steel, hot-rolled or cold-rolled	Manufacture from products of head- ing Nos 73.07 to 73.09	
73.14	Iron or steel wire, whether or not coated, but not insulated	Manufacture from products of head- ing No 73.10	
73.16	Railway and tramway track con- struction material of iron or steel, the following: rails, check-rails, switch blades, crossings (or frogs), crossing pieces, point rods, rack rails, sleepers, fish-plates, chairs, chair wedges, sole plates (base plates), rail clips, bed-plates, ties and other materials specialized for join- ing or fixing rails		Manufacture from products of head- ing No 73.06

⁽³⁾ These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid down in List B.

Products obtained		Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of onginating products	the status of originating products when the following conditions are met
73.18	Tubes and pipes and blanks therefor, of iron (other than of cast iron) or steel, excluding high-pressure hydro- electric conduits		Manufacture from products of heading Nos 73.06 and 73.07 or heading No 73.15 in the forms specified in heading Nos 73.06 and 73.07
74.03	Wrought bars, rods, angles, shapes and sections, of copper; copper wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
74,04	Wrought plates, sheets and strip, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ⁴ )
74.05	Copper foil (whether or not em- bossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a thickness (excluding any back- ing) not exceeding 0.15 mm		Manufacture in which the value of the products used does not exceed $50\%$ of the value of the finished product (1)
74.06	Copper powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
74.07	Tubes and pipes and blanks therefor, of copper; hollow bars of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
74.08	Tube and pipe fittings (for example, joints, elbows, sockets and flanges), of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
74.10	Stranded wire, cables, cordage, ropes, plaited bands and the like, of copper wire, but excluding insulated electric wires and cables	•	Manufacture, in which the value of the products used does not exceed 50% of the value of the finished product (1)
74.11	Gauze, cloth, grill, netting, fencing, reinforcing fabric and similar ma- terials (including endless bands), of copper wire; expanded metal, of copper	· · .	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product (1)
74.15	Nails, tacks, staples, hook-nails, spiked cramps, studs, spikes and drawing pins, of copper, or of iron or steel with heads of copper; bolts and nuts (including bolt ends and screw studs), whether or not threaded or tapped, and screws (in- cluding screw hooks and screw rings), of copper; rivets, cotters, cotter-pins, washers and spring washers, of copper	<b>~</b> .	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product (1)

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

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Products obtained		Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are met
74.16	Springs, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
74.17	Cooking and heating apparatus of a kind used for domestic purposes, not electrically operated, and parts thereot, of copper		Manufacture in which the value of the products used does not exceed $50\%$ of the value of the finished product ( ¹ ) /
-4.35	Other articles of a kind commonly used for domestic purposes, sanitary ware for indoor use, and parts of such articles and ware, of copper		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
-4.19	Other articles of copper *	• .	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ³ )
75.02	Wrought bars, rods, angles, shapes and sections, of nickel; nickel wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
75.03	Wrought plates, sheets and strip, of nickel; nickel foil; nickel powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ³ )
75.04	Tubes and pipes and blanks therefor, of nickel; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of nickel		Manufacture in which the value of the products used does not excee 50% of the value of the finishe product ( ¹ )
<b>75.05</b> :	Electro-plating anodes, of nickel, wrought or unwrought, including those produced by electrolysis		Manufacture in which the value of the products used does not excee 50% of the value of the finist product ( ¹ )
75.06	Other articles of nickel		Manufacture in which the value of the products used does not excee 50% of the value of the finisher product ( ¹ )
76.02	Wrought bars, rods, angles, shapes and sections, of aluminium; aluminium wire		Manufacture in which the value of the products used does not excee 50% of the value of the finished product
76.03	Wrought plates, sheets and strip, of aluminium		Manufacture in which the value of the products used does not excee 50% of the value of the finishe product
76.04	Aluminium foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a thickness (excluding any back- ing) not exceeding 0.20 mm		Manufacture in which the value of the products used does not exceed 50% of the value of the finishe product

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

Products obtained		Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are met
76.05	Aluminium powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.0 <del>6</del>	Tubes and pipes and blanks therefor, of aluminium; hollow bars of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.07	Tube and pipe fittings (for example, joints, elbows, sockets and flanges), of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.08	Structures and parts of structures (for example, hangars and other buildings, bridges and bridge-sec- tions, towers, lattice masts, roofs, roofing frameworks, door and win- dow frames, balustrades, pillars and columns), of aluminium; plates, rods, angles, shapes, sections, tubes and the like, prepared for use in structures, of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.09	Reservoirs, tanks, vats and similar containers, for any material (other than compressed or liquefied gas), of aluminium of a capacity exceeding 300 litres, whether or not lined or heat-insulated, but not fitted with mechanical or thermal equipment		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.10	Casks, drums, cans, boxes and simi- lar containers (including rigid and collapsible tubular containers), of aluminium, of a description com- monly used for the conveyance or packing of goods		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.11	Containers, of aluminium, for com- pressed or hquefied gas		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
-6.12	Stranded wire, cables, cordage, ropes, plaited bands and the like, of aluminium wire, but excluding insu- lated electric wires and cables		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76.15	Articles of a kind commonly used for domestic purposes, sanitary ware for indoor use, and parts of such articles and ware, of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
76,16	Other articles of aluminium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

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	Products obtained	Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are met
77.02	Wrought bars, rods, angles, shapes and sections, of magnesium; mag- nesium wire; wrought plates, sheets and strip, of magnesium; magnesium foil; raspings and shavings of uni- form size, powders and flakes, of magnesium; tubes and pipes and blanks therefor, of magnesium; hol- low bars of magnesium; other articles of magnesium		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
78.02	: Wrought bars, rods, angles, shapes and sections, of lead; lead wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
78.03	Wrought plates, sheets and strip, of lead		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
78.04	Lead foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a weight (excluding any backing) not exceeding 1.7 kg/m ² ; lead powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
78.05	Tubes and pipes and blanks therefor, of lead; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets, flanges and S-bends), of lead		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product (1)
78.06	Other articles of lead		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product ( ¹ )
79.02	Wrought bars, rods, angles, shapes and sections, of zinc; zinc wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
79.03	Wrought plates, sheets and strip, of zinc; zinc foil; zinc powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
79.04	Tubes and pipes and blanks therefor, of zinc; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of zinc		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
79.06	Other articles of zinc		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

(1) These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conflic xes bail down in Last B. .

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Products obtained		Working or processing that does not	Working or processing that confers
CCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are niet
80.02	Wrought bars, rods, angles, shapes and sections, of tin; tin wire		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
80.03	Wrought plates, sheets and strip, of tin		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
80.04	Tin foil (whether or not embossed, cut to shape, perforated, coated, printed, or backed with paper or other reinforcing material), of a weight (excluding any backing) not exceeding 1 kg/m ² ; tin powders and flakes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
80.05	Tubes and pipes and blanks therefor, of tin; hollow bars, and tube and pipe fittings (for example, joints, elbows, sockets and flanges), of tin		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
<b>82.05</b>	Interchangeable tools for hand tools, for michine tools or for power-oper- ated hand tools (for example, for pressing, stamping, drilling, tapping, threading, boring, broaching, mil- ling, cutting, turning, dressing, mor- ticing or screw-driving), including dies for wire drawing, extrusion dies for metal, and rock drilling bits	,	Working, processing or assembly-jf which the value of the materials and parts used does not exceed 40% of the value of the finished product ( ¹ )
82.06	Knives and cutting blades, for machines or for mechanical ap- pliances		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product (3)
x Chapter 84	Boilers, inachinery and mechanical appliances and parts thereof, ex- cluding refrigerators and refrigera- ting equipment (electrical and other) (No 84.15) and sewing machines, including furniture specially designed for arwing machines (ex No 84.41)		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product ( ² )

 ^(*) These provisions do not apply where the products are obtained from products which have acquired the status of originating products in accordance with the conditions laid draws in Last B.
 (*) These provisions shall not apply to fail dements of heading No 84.59 until 31 December 1984. • •

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Products obtained CCT breading No Description		Working or processing that does not	Working or preasing that confern
		confer the status of originating products	the status of congristing positions when the following conditions are not
<b>84.15</b>	Refrigerators and refrigerating equipment (electrical and other)		Working, processing or assembly which the value of the non-origin ing materials and parts used down exceed 40% of the value of t finished product, and provided th at least 50% in value of the materi- and parts ( ³ ) used are originati
	· · · ·		products
		• •••	1
x 84.41	Sewing machines, including furniture specially designed for sewing machines		Working, processing or assembly which the value of the non-origin, ing materials and parts used does n exceed 40%? of the value of t
			<ul> <li>finished product, and provided that</li> <li>at least 50% in value of t materials and parts (*) used if the assembly of the head (more excluded) are originating pro- ucts, and</li> <li>the thread tension, crochet a zigzag mechanisms are origina- ing products</li> </ul>
x Chapter 85	Electrical machinery and equipment; parts thereof; excluding products of heading No 85.14 or 85.15		Working, processing or assembly which the value of the non-origin, ing material and parts used do n exceed 40% of the value of t finished product
85.14	Microphones and stands therefor; loudspeakers; audio-frequency elec- tric amplifiers		Working, processing or assembly which the value of the non-origin, ing materials and parts used does in exceed 40% of the value of t finished product, and provided tha
			- at least 50% in value of t materials and parts (*) used a originating products, and
		с.	<ul> <li>the value of the non-originating transistors used, does not exce 3% of the value of the finish product (³)</li> </ul>
85.15	Radiotelegraphic and radiotele- phonic transmission and reception apparatus; radio-broadcasting and television transmission and reception apparatus (including receivers incor-	• •	Working, processing or assembly which the value of the non-original ing materials and parts used does n exceed 40% of the value of the finished product, and provided that

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

(a) in respect of originating products, materials and parts, the first verifiable price paid, or the price which would be committy where working, processing or assembly is carried out;
(b) in respect of other products, materials and parts, the provisions of Article 6 of this Protocol determining:

the value of products of undetermined origin.

(*) This percentage is not computed with the 40%. id in case of sale, for the said preducts on the servicory . .

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	Products obtained	Working or processing that does not confer the status of originating	Working or processing that confers the status of originating products	
CCT heading No	Description ,	products	when the following conditions are met	
85.15 (cont'd)	porating sound recorders or repro- ducers) and television cameras; radio navigational aid apparatus, radar apparatus and radio remote-control apparatus		<ul> <li>at least 50% in value of the materials and parts (1) used are originating products, and</li> <li>the value of the non-originating transistors used does not exceed</li> </ul>	
			3% of the value of the finished product ( ² )	
Chapter 86	Railway and tramway locomotives, rolling-stock and parts thereof; rail- way and tramway track fixtures and fittings; traffic signalling equipment of all kinds (not electrically powered)		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product	
ex Chapter 87	Vehicles, other than railway or tramway rolling-stock, and parts thereof, excluding products of head- ing No 87.09		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product	
87.09	Motor-cycles, auto-cycles and cycles fitted with an auxiliary motor, with or without side-cars; side-cars of all kinds		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that .at least 50% in value of the materials and parts ( ¹ ) used are originating products	
ex Chapter 90	Optical, photographic, cinemato- graphic, measuring, checking, preci- sion, medical and surgical instru- ments and apparatus and parts thereof, excluding products of head- ing Nos 90.05, 90.07 (except electri- cally ignited flashbulbs), 90.08, 90.12 and 90.26		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product	
90.05	Refracting telescopes (monocular and binocular), prismatic or not		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts ( ¹ ) used are originating products	

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	Products obtained	Working or processing that does not	Working or processing that confers
CCT heeding No	Description	confer the status of originating products	the status of originating products when the following conditions are met
ex 90.07	Photographic cameras; photographic flashlight apparatus and flashbulbs other than discharge lamps of head- ing No 85.20, with the exception of electrically ignited flashbulbs		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts (1) used are originating products
90.08	Cinematographic cameras, projec- tors, sound recorders and sound reproducers but not including re- recorders or film editing apparatus; any combination of these articles		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does no exceed 40% of the value of the finished product, and provided that at least 50% in value of the material- and parts (1) used are originating products
90.12	Compound optical microscopes, whether or not provided with means for photographing or projecting the image		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts ( ¹ ) used are originating products
90.26	Gas, liquid and electricity supply or production meters; calibrating meters therefor		Working, processing or assembly in which the value of the non-originat ing materials and parts used does no exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts (1) used are originating products
ex Chapter 91	Clocks and watches and parts there- of, excluding products of heading No 91.04 or 91.08	:	Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
91.04	Other clocks		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts (1) used are originating products

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 ⁽¹⁾ In determining the value of products, materials and parts, the following must be taken into account.
 (a) intropect of originating products, materials and parts, the first verifiable price paid, or the price which would be paid in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;
 (b) in respect of other products, materials and parts, the provisions of Article 6 of this Protocol determining;
 (c) the value of imported products, materials and parts, the provisions of Article 6 of this Protocol determining;
 (c) the value of imported products of origin.

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	R winds of note of	Working or processing that does not	Working or processing that confers
OCT heading No	Description	confer the status of originating products	the status of originating products when the following conditions are met
91.08	Clock movements, assembled		Working, processing or assembly in which the value of the non-originat- ing materials and parts used does not exceed 40% of the value of the finished product, and provided that at least 50% in value of the materials and parts ( ¹ ) used are originating products
ex Chapter 92	Musical instruments, sound recor- ders or reproducing television image and sound recorders or reproducers; parts and accessories of such articles, excluding products of heading No 92.11		Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product
92.11	Gramophones, dictating machines and other sound recorders or repro- ducers, including record-players and tape decks, with or without sound- heads; television image and sound recorders or reproducers	•	<ul> <li>Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that:</li> <li>— at least 50% in value of the materials and parts (¹) used are originating products, and</li> <li>— the value of the non-originating transistors used does not exceed 3% of the value of the finished product (²)</li> </ul>
Chapter 93	Arms and ammunition; parts thereof	,	Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
ex 96.01	Other brooms and brushes (includ- ing brushes of a kind used as parts of machines); paint rollers; squeegees (other than roller squeegees) and mops		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
97.03	Other toys; working models of a kind used for recreational purposes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

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(2) This percentage is not cumulative with the 40%.

Products obtained		Working or processing that does not	Working or processing that confers
OCT heading No	. Description	confer the status of originating products	the status of originating products when the following conditions are met
<del>9</del> 8.01	Buttons and button moulds, studs, cuff-links, and press-fasteners, in- cluding snap-fasteners and press- studs, blanks and parts of such articles		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product
98.08	Typewriter and similar ribbons, whether or not on spools; inkpads, with or without boxes		Manufacture in which the value of the products used does not exceed 50% of the value of the finished product

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## ANNEX III

# LIS ( B

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

-	Finished products		Working or processing that confers the status of
_	CCT heading No	Description	originating products
	<i>.</i>		Incorporation of non-originating materials and parts in boilers, machinery, mechanical appliances, etc., of Chapters 84 to 92, in boilers and radiators of heading No 73.37 and in the products contained in heading Nos 97.07 and 98.03 does not make such products lose their status of originating products, provided that the value of these products does not exceed 5% of the value of the finished product
ex 05.(	02	Prepared pigs', hogs' and boars' bristles or hair	Preparation of pigs', hogs' and boars' bristled 'or hair by cleaning, disinfecting, sorting and straightening
		1	
	13.02	Shellac, seed lac, stick lac and other lacs; natural gums, resins, gum-resins and balsams	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 50% of the value of the finished product
	ex 15.10	Fatty alcohols	Manufacture from fatty acids
	ex 17.01	Beet sugar and cane sugar, in solid form, flavoured or coloured	Manufacture from beet sugar and cane sugar in solid form without flavouring or colouring of which the value does not exceed 30% of the value of the finished product
	ex 17.02	Lactose, glucose, maple or other sugars, in solid form, flavoured or coloured	Manufacture from other sugars in solid form without flavouring or colouring of which the value does not exceed 30% of the value of the finished product
	ex 17.03	Molasses, flavoured or coloured	Manufacture from products without flavouring or colouring of which the value does not exceed 30% of the value of the finished product
	ex 21.03	Prepared mustard	Manufacture from mustard flour
	ex 22.09	Whisky of an alcoholic strength of less than 50°	Manufacture from alcohol deriving exclusively from the distillation of cereals and in which the value of the non-originating constituent products does not exceed 15% of the value of the finished product

	Figuhed products	
CCT beading No	Description	Working or processing that confers the status of originating products
ex 25.15	Marble squared by sawing, of a thickness not exceeding 25 cm	Sawing into slabs or sections, polishing, grinding and cleaning of marble, including marble not turther worked than roughly split, roughly squared or squared by sawing, of a thickness exceeding 2.5 cm -5
ex 25.16	Granite, porphyry, basalt, sandstone and other monu- mental and building stone, squared by sawing, of a thickness not exceeding 25 cm	Sawing of granite, porphyry, basalt, sandstone and other building stone, including such stone not further worked than roughly split, roughly squared or squared by sawing, of a thickness exceeding 25 cm
ex 25.18	Calcined dolomite; agglomerated dolomite (including tarred dolomite)	Calcination of unworked dolomite
ex 25.19	Other magnesium oxide, whether or not chemically pure	Manufacture from natural magnesium carbonate (magnesite)
ex 25.32	Earth colours, calcined or powdered	Crushing and calcination or powdering of earth colours
ex Chapters 28 to 37	Products of the chemical and allied industries, excluding sulphuric anhydride (ex 28.13), calcined, crushed and powdered natural aluminium calcium phosphates, treated thermically (ex 31.03), tannins (ex 32.01), essential oils, resinoids and terpenic by-products (ex 33.01), preparations used for tenderizing meat, preparations used for clarifying beer composed of pa- pain and bentonite and enzymatic preparations for the desizing of textiles (ex 35.07)	Working or processing in which the value of the non-originating products used does not exceed 20% of the value of the finished product
ex 28.13	Sulphuric anhydride	Manufacture from sulphur dic xide
cx ·31.03	Calcined, crushed and powdered natural aluminium calcium phosphates, treated thermically	Crushing and powdering of calcined natural aluminium calcium phosphates, treated thermically

	Finished products	Warking on source about the set of the
CCT heading No	Description	Working or processing that confers the status of originating products
ex 32.01	Tannins (tannic acids), including water-extracted gall-nut tannin, and their salts, ethers, esters and other derivatives	Manufacture from tanning extracts of vegetable origin
ex 33.01	Essential oils (terpencless or not), concretes and absol- utes; resinoids	Manufacture from concentrates of essential oils in fats, in fixed oils, or in waxes or the like, obtained by cold absorption or by maceration
ex 33.01	Terpenic by-products of the deterpination essential oils	Manufacture from essential oils, concretes an absolutes; resincids
ex 35.07	Preparations used for tenderizing meat, preparations used for clarifying beer, composed of papain and ben- tonite, enzymatic preparations for the desizing of tex- tiles	Manufacture from enzymes or prepared enzymes of which the value does not exceed 50% of the value of the finished product
ex Chap. 38	Miscellaneous chemical products, other than refined tall oil (ex 38.05), spirits of sulphate turpentine, purified (ex 38.07) and wood pitch (wood tar pitch) (ex 38.09)	Working or processing in which the value of the non- originating materials used does not exceed 20% of the value of the finished product
ex 38.05	Refined tall oil	Refining of crude tall oil
ex 38.07	Sulphate turpentine, purified	Purification consisting of the distillation or refining of raw sulphate turpentine
ex 38.09	Wood pitch (wood tar pitch)	Distillation of wood tar
ex Chap. 39	Artificial resins and plastic materials, cellulose esters and ethers; articles thereof, excepting films of ionomers (ex 39.02)	Working or processing in which the value of the non- originating materials used does not exceed 20% of the value of the finished product
ex 39.02	Ionomer film	Manufacture from a thermoplastic partial salt which is a copolymer of ethylene and metacrylic acid partly neutralized with metal ions, mainly zinc and sodium
ex 40.01	Slabs of crepe rubber for soles	Lamination of crepe sheets of natural rubber
x 40.07	Vulcanized rubber thread and cord, textile covered	Manufacture from vulcanized rubber thread or cord, not textile covered
ex 41.01	Sheepskins and lambskins without the wool	Removing wool from sheepskins and lambskins in the wool
ex 41.02	Retanned bovine cattle leather (including buffalo leather) and equine leather prepared but not parch- ment-dressed except leather falling within heading Nos 41.06 and 41.08	Retanning of bovine cattle leather (including buffalo leather) and equine leather, not further prepared than tanned
ex 41.03	Retanned sheepskin and lambskin leather, prepared but not parchment-dressed, except leather falling within heading Nos 41.06 and 41.08	Retanning of sheepskin and lambskin leather, not further prepared than tanned
x 41.04	Retanned goatskin and kidskin leather, prepared but not parchment-dressed, except leather falling within heading Nos 41.06 and 41.08	Retanning of goatskin and kidskin leather, not further prepared than tanned

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	Finished products	. Working or processing that confers	
CCT heading No	Description	the status of originating products	
ex 41.05	Other kinds of retanned leather, prepared but not parchment-dressed, except leather falling within head- ing Nos 41.06 and 41.08	Retanning of other kinds of leather, not furthe pared than tanned	
ex 43.02	Assembled furskins	Bleaching, dyeing, dressing, cutting and assembl tanned or dressed furskins	
ex 44.22	Casks, barrels, vats, tubs, buckets and other coopers products and parts thereof	Manufacture from riven staves of wood, not f prepared than sawn on one principal surface; staves of wood, of which at least one principal s has been cylindrically sawn, not further prepared sawn	
ex 50.03	Silk waste carded or combed	Carding or combing waste silk	
ex 50.09 ex 51.04 ex 53.11 ex 53.12 ex 54.05 ex 55.07 ex 55.08 ex 55.09 ex 56.07	Printed fabrics	Printing accompanied by finishing operations (b ing, dressing, drying, steaming, burling, mendin pregnating, sanforizing, mercerizing) of fabric value of which does not exceed 47.5% of the va the finished product	
ex 59.14	Incandescent gas mantles	Manufacture from tubular gasmantle fabric	
<b>ex</b> 67.01	Feather dusters	Manufacture from feathers, parts of feathers or d	
ex 68.03	Articles of slate, including articles of agglomerated slate	Manufacture of articles of slate	
<b>ex 68.04</b>	Hand polishing stones, whetstones, oilstones, hones and the like, of natural stone, of agglomerated natural or artificial abrasives, or of pottery	Cutting, adjusting and gluing of abrasive mate which, owing to their shape, are not recognizal being intended for hand use	
ex 68.13	Articles of asbestos; articles of mixtures with a basis of asbestos or of mixtures with a basis of asbestos and magnesium carbonate	Manufacture of articles of asbestos or of mixtures a basis of asbestos, or of mixtures with a basis of a tos and magnesium carbonate	
ex 68.15	Articles of mica, including bonded mica splittings on a support of paper or fabric	Manufacture of articles of mica	
ex 70.10	Cut-glass bottles	Cutting of bottles the value of which does not e 50% of the value of the finished product	
70.13	Glassware (other than articles falling in heading No 70.19) of a kind commonly used for table, kitchen, toilet or office purposes, for indoor decoration, or simi- lar uses	Cutting of glassware the value of which does no ceed 50% of the value of the finished product or c ation, with the exception of silk-screen printing, c out entirely by hand, of hand-blown glasswar value of which does not exceed 50% of the value finished product	
ex 70.20	. Articles made from glass fibre	Manufacture from unworked glass fibre	

Finished products		Withington and a f	
CCT heading No	Description	Working or processing that confere the statue of originality products	
x 71.02	Precious and semi-precious stones, cut or otherwise worked, but not mounted, set or strung (except un- graded stones temporarily strung for convenience of transport)	Manufacture from unworked paceboas and semi- precious stones	
x 71.03	Synthetic or reconstructed precious or semi-precious stones, cut or otherwise worked, but not mounted, set or strung (except ungraded stones temporarily strung for convenience of transport)		
× 71.05	Silver and silver alloys, including silver gilt and platinum-plated silver, semi-manufactured	Rolling, drawing, beating or grinding of unwro silver and silver alloys	
ex 71.05	Silver, including silver gilt and platinum-plated silver, unwrought	Alloying or electrolytic separation of unwrought silver and silver alloys	
ex 71.06	Rolled silver, semi-manufactured	Rolling, drawing, beating or grinding of unwrough rolled silver	
ex 71.07	Gold, including platinum-plated gold, semi-manufac- tured	Rolling, drawing, beating or grinding of unwrought gold, including platinum-plated gold	
ex 71.07	Gold, including platinum-plated gold, unwrought	Alloying or electrolytic separation of unwrought g or gold alloys	
71 08	Rolled gold on base metal or silver, semi-manufactured	Rolling, drawing, beating or grading of unwroun rolled gold on base metal or silver	
ex 71.09	Platinum and other metals of the platinum group, semi- manufactured	Rolling, drawing, beating or grinding of unwrought platinum or other metals of the platinum group	
x 71.09	Platinum and other metals of the platinum group, unwrought	Alloving or electrolytic separation of unwrough platinum or other metals of the platinum group	
<b>5</b> 71.10	Rolled platinum or other platinum group metals, on base metal or precious metal, semi-manufactured	Rolling, drawing, beating: or grinding of unwrought rolled platinum or other unwrought platinum group metals, on base metal or previous metal	
73.15	Alloy steel and high carbon steel: — in the forms mentioned in heading Nos 73.07 to 73.13	Manufacture from products in the forms mentioned in heading No 73.06	
	- in the forms mentioned in heading No 73.14	Manufacture from products in the forms mentioned in heading No 73.06 or 73.07	
× 74.01	Unrefined copper (blister copper and other)	Smelting of copper-matte	
x 74.01	Refined copper	Fire-refining or electrolytic refining of unrefined coppe (blister copper and other) copper waste or scrap	

Finished products		Working or processing that confers	
CCT heading No	Description	the status of originating products	
rx 74.01	Copper alloy	Fusion and thermal treatment of refined copper, coppe waste or scrap	
ex 75.01	Unwrought nickel (excluding electro-plating anodes of heading No 75.05)	Refining by electrolysis, by fusion or chemically, o nickel mattes, nickel speiss and other intermediat products of nickel metallurgy	
ex 75.01	Unwrought nickel except nickel alloys	Refining of waste by electrolysis, by melting or b chemical means of waste and scrap	
ex 76.01	Unwrought aluminium	Manufacture by thermal or electrolytic treatment of unalloyed aluminium, waste and scrap	
76.16	Other articles of aluminium	Manufacture in which gauze, cloth, grill, netting, fenc- ing, reinforcing fabric and similar materials (including endless bands) of aluminium wire, or expanded meta of aluminium, are used the value of which does no exceed 50% of the value of the finished product	
x 77.02	Other articles of magnesium	Manufacture from wrought bars, rods, angles, shape and sections, plates, sheets and strip, wire, foil, rasping and shavings of aniform size, powders and flakes, tube and pipes and blacks therefor, hollow bars, of mag nesium, the value of which does not exceed 50% of the yalue of the finished product	
x 77.04	Beryllium wrought	Rolling, drawing or grinding of unwrought berylliun the value of which does not exceed 50% of the value o the finished product	
x 78.01	Refined lead	Manufacture by thermal refining from bullion lead	
x 81.01	Tungsten, wrought	Manufacture from unwrought tungsten the value o which does not exceed 50% of the value of the finished product	
x 81.02	Molybdenum, wrought	Manufacture from unwrought molybdenum the value of which does not exceed 50% of the value of the finished product	
ex 81.03	Tantalum, wrought	Manufacture from unwrought tantalum the value o which does not exceed 50% of the value of the finished product	
rx 81.04	Other base metals, wrought	Manufacture from other base metals, unwrought, the value of which does not exceed 50% of the value of the finished product	
ex 82.09	Knives with cutting blades, serrated or not (including pruning knives) other than knives falling within head- ing No 82.06	Manufacture from knife blades	
ex 83.06	Indoor ornaments made from base metals other than statuettes	Working or processing in which the value of the non- originating materials used does not exceed 30% of the value of the finished product	

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Pinished products			
CCT beading No	Description	Working or processing that confers the status of originating products	
ex 84.05	Steam engines (including mobile engines, but not steam tractors falling within heading No 87.01 or mechan- ically propelled road rollers) with self-contained boilers	Working, processing or assembly in which the value of the products used does not exceed 40% of the value of the finished product	
84.06	Internal combustion piston engines	Working, processing or assembly in which the value of the materials and parts used does not exceed 40% of the value of the finished product	
ex 84.08	Engines and motors, excluding reaction engines and gas turbines	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed $40\%$ of the value of the finished product, and provided that at least 50% in value of the materials and parts ( ¹ ) used are originating products	
84.16	Calendering and similar rolling machines (other than metal-working and metal-rolling machines and glass- working machines) and cylinders therefor	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product	
ex 84.17	Machinery, plant and similar laboratory equipment, whether or not electrically heated, for the treatment of materials by a process involving a change of tempera- ture, for wood, paper pulp, paper and paperboard manufacturing industries	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product	
84.31	Machinery for making or finishing cellulosic pulp, paper or paperboard	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 2.5% of the value of the finished product	
84.3.3	Paper or paperboard cutting machines of all kinds; other machinery for making up paper pulp, paper or paperboard	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 25% of the value of the finished product	
ex 84.41	Sewing machines, including furniture specially designed for sewing machines with the exception of sewing machines (lock-stitch only) with heads of a weight not exceeding 16 kg without motor or 17 kg including the motor	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product	
ex 84.41	Sewing machines (lock-stitch only) with heads of a weight not exceeding 16 kg without motor or 17 kg including the motor	Working, processing or assembly in which the value of the non-originating materials and parts used does not exceed 40% of the value of the finished product, and provided that:	
		<ul> <li>at least 50% in value of the materials and parts (¹) used for assembly of the head (motor excluded) are originating products</li> </ul>	
		- and the thread tension, crochet and zigzag mechanisms are originating products	

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

 a) in respect of originating products, materials and parts, the first verifiable price paid, or the price which would be paid in case of sale, for the said products on the territory of the country where working, processing or assembly is carried out;
 (b) in respect of other products, materials and parts, the privisions of Article 6 of this Protocol determining;
 — the value of imported products, materials and parts, the privisions of Article 6 of this Protocol determining;
 — the value of products of undetermined origin.

Finished products			
CCT heading No	Description	Working or processing that confers the status of originating products	
85.14	Microphones and stands therefor; loudspeakers; audio-frequency electric amplifiers	Working, processing or assembly in which the value of the non-originating materials and parts used does no exceed 40% of the value of the finished product and provided that at least 50% of the materials and part used are originating products (1)	
85.15	Radiotelegraphic and radiotelephonic transmission and reception apparatus; radio-broadcasting and television transmission and reception apparatus (including re- ceivers incorporating sound recorders or reproducers) and television cameras; radio navigational aid ap- paratus, radar apparatus and radio remote control apparatus	Working, processing or assembly in which the value of the non-originating materials and parts used does no exceed 40% of the value of the finished product and provided that at least 50% of the materials and part used are originating products ( ¹ )	
87.06	Parts and accessories of the motor vehicles falling within heading No 87.01, 87.02 or 87.03	Working, processing or assembly in which the value of the materials and parts used does not exceed 15% of the value of the finished product	
x 94.01	Chairs and other seats (other than those falling within heading No 94.02) whether or not convertible into beds, made of base metals	Working, processing or assembly in which unstall cotton cloth is used of a weight of 300 g/m ² or less i the form ready to use, of which the value does no exceed 25% of the value of the finished product ( ² )	
x 94.03	Other furniture of base metal	Working, processing or assembly in which unstuffe cotton cloth is used of a weight of $300 \text{ g/m}^2$ or less is the form ready to use, of which the value does no exceed 25% of the value of the finished product ( ² )	
x 95.05	Articles in tortoise shell, mother of pearl, ivory, bone, horn, coral (natural or agglomerated) and other animal carving material	Manufacture from tortoise shell, mother of pearl, ivor bone, horn, coral (natural or agglomerated) and othe animal carving material; worked	
x 95.08	Articles in vegetable carving material (for example corozo), meerschaum and amber, natural or reconsti- tuted, jet (and mineral substitutes for jet)	Manufacture from vegetable carving material (for example corozo), meerschaum and amber, natural or reconstituted, jet (and mineral substitutes for jet) worked	
x 96.01	Brushes and brooms	Manufacture using prepared knots and tufts for broom or brush making the value of which does not excee 50% of the value of the finished product	
x 97.06	Golf club heads, of wood or other materials	Manufacture from roughly shaped blocks	
x 98.11	Smoking pipes, pipe bowls, of wood, root or other materials	Manufacture from roughly shaped blocks	

1) The application of this rule must not have the effect of allowing the exceeding of the percentage of 3% for the originating transistory laid down in List A for the same tariff heading. (2) This rule does not apply when the general rule of change of tariff heading is applied to the other non-originating parts which are part of the composition of the final product.

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# ANMA IV

# · · LIST C

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List of products excluded from the scope of this Protocol

CCT • heading No	Description		
ex 27.07	Assimilated aromatic oils as defined in Note 2 to Chapter 27, of which more than 65% by volume distils at a temperature of up to 250 C (including mixtures of petroleam spirit and benzole), for use as power or heating fuels		
* 27.09 to 27.16	Mineral oils and products of their distillation; bituminous substances, mineral waxes		
ex 29.01	Hydrocarbons:		
	— acyclic		
	- cyclanes and cyclenes, excluding azulenes		
	- benzene, toluene, xylenes		
	for use as power or heating fuels		
ex 34.03	Lubricating preparations containing petroleum oils or oils obtained from butuminous minerals, but not including preparations containing 70% or more by weight of petroleum oils or of oils obtained from bituminous minerals		
cx 34.04	Waxes with a basis of paraffin, of petroleum waxes, of waxes obtained from bituminous minerals, of slack wax or of scale wax		
ex 38.14	Prepared additives for lubricants		

	1. Exporter (Name, full address, country)	EUR.1	No A 000.000	,
		See notes overles	d before completing this for	n ·
		2. Certificate used in pro	ferential trade between	
	3. Consignee (Name, full address, country) (Optional)	-		· · <b>.</b> ·
			and	
		(insert appropri te count 4. Country, group of	ries, groups of countries or i	
•	· · ·	countries or territo in which the produ are considered as originating	ry countri, or i	erntory
	6. Transport details (Optional)	7. Remarks		
	1			
(1) If gravits are not packed, an-	8. Item number; Marks and numbers; Number and kind of Description of gends	packages (');	weight (1g)	. Invoices (Optional)
dicate number of articles or			orother mea- sure (htr.s, m ⁰ , etc.)	
state in bulk" as appropriate.				
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			-	
	· .			
	<u>,</u>			
•	11. CUSTOMS ENDORSEMENT		ARATION BY THE E	
(2) Complete	Declaration certified Export document (?)	Stamp described	lersigned, declare that above meet the con	ditions re-
only where the regu- lations of	Form No	quired for	the issue of this certific	ate.
the expor- ting coun- try or ter-	Issuing country or territory	Place and	date:	
titote te- quire,	······································			
	Dete	· ·	4	
	(Signature)		(Semati-re)	

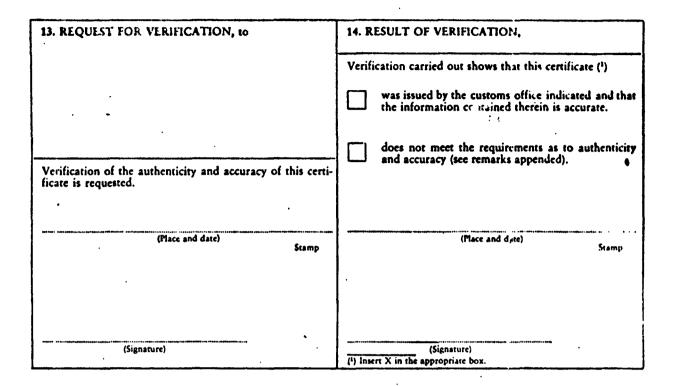
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# ANNEX V

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### 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. Exporter (Name, full address, country		EUR.1	No <b>A</b> 000	.000
	· ·	See notes overlea	before completing this	is form
	.:	2. Application for a cert trade between	tificate to be use	d in prefere
3. Consignet (Name, tuli address, count (Optional)				anna an ann an ann an ann an ann an ann an a
			and	
		(insert appropriate countr		
		4. Country, group of countries or territor in which the produc are considered as originating	5. Country, y countries ts of destin	group of or territory ation
6. Transport details (Optional)	• ,	7. Remarks		
· · · ·	r	1		
· ·				
· ·				
8. Item number; Marks and number Description of goods	rs; Number and kind of	packages (1);	9. Gross weight (ks)	10. Invoice (Optio
			weight (kg) or other mea- sure (litres,	1-1-1-1-1
			m ^s , etc.)	
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# **APPLICATION FOR A MOVEMENT CERTIFICATE**

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# DECLARATION BY THE EXPORTER

1, 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 d	he following supporting documents (1):
SUBMIT th	he following supporting documents (1):
SUBMIT th	he following supporting documents (1):
SUBMIT t	
SUBMIT t	

UNDERTAKE to submit, at the request of the appropriate a abouties, any supporting evidence which these authorities may require for the purpose or issuing the attached certs cate, and undertake, if required, to again to any inspection of my accounts and to any check on the processes of manufacture of the above goods, carried out by the said authorities;

REQUEST the issue of the attached certificate for these goods.

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(Place and date)	***
· · · ·	
(Sig rature)	

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ANNEX VI

FORM EUR. 2 No	1 Form used in preferentia between (1)	
2 Exporter (Name, full address, country) 4 Consignee (Name, fall address, country)	declare that the goods co the completion of this for	er of the goods described below, mply with the requirements for m and that the goods have ob- ating products within the provi- l trade shown in box 1.
•	5 Place and date 6 Signature of exporter	
7 Remarks (2)	8 Country of origin (')	9 Country of destination (*) 10 Gross weight (kg)
11 Marks; Numbers of consignment; Description of goods	. 12 Authority in the exporting country ( ponsible for verification of the decla by the exporter	

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Insert the countries, groups of countries or territories concerned.
 Refer to any venfication already carried out by the appropriate authorities.
 He term 'country of organ means country, group of countries or territory where the goods are considered to be originating.
 The term 'country' means country, group of countries or territory of destination.

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13	Request for verification			Result of verification	
	The verification of the declaration by the exporter on the			Verification carried out shows that (')	
	front of this form is requested (*)			the statements and particulars given in this form au accurate.	
	•		1	this form does not meet the requirements as to accu- racy and authenticity (see remarks appended.)	
	(Place and date)	19 Stamp		(Place and date) Stamp	
	(Signature)	s 		(Signature) (7) Intert X in the appropriate box.	

(VERSO)

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

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

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

### FINAL ACT

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# The Plenipotentiaries of the Council of the European Communities,

and

of the Federal Executive Council of the Socialist Federal Republic of Yugoslavia,

meeting at on for the purpose of signing the Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning trade and trade cooperation, have, on signing this Agreement, adopted the following joint declarations:

1. Joint declaration on Protocol N^o 1 and articles  $\delta_{r}$  9 and 10

- 2. Joint declaration on the Community arrangements applicable to imports of young male bovine animals intended for fattening originating in and coming from Yugoslavia
- 3. Joint declaration concerning the zone established by the Agreements signed at OSIMO
- 4. Joint declaration on article 29 of the Agreement
- 5. Joint declaration on Protocol N° 2
- 6. Declaration of intent by the Contracting Parties
- 7. Joint declaration concerning cooperation and contacts between the European Parliamentary Assembly and the representatives of the Assembly of the Socialist Federal Republic of Yugoslavia
- 8. Joint declaration on the presentation of the Agreement to GATT by the Community

taken note of the following declarations:

.../...

- 1. Declaration by Yugoslavia on article 11
- 2. Declaration by Yugoslavia concerning certain agricultural products
- 3. Declaration by the Community on the Community arrangements applicable to imports of young male bovine animals intended for fattening, originating in and coming from Yugoslavia
- 4. Declaration by the Community on the regional application of certain provisions of the Agreement
- 5. Declaration by the Community on article 29 of Protocole N° 2
- 6. Declaration by the Community on the generalized tariff preferences system

and taken note of the

 exchange of letters on the working and processing of certain textile products

The declarations and the exchange of letters listed above are annexed to this Final Act.

The Plenipotentiaries have agreed that the declarations and the exchange of letters shall be subjected in the same manner as the Interim Agreement to any procedures that may be necessary to ensure their validity. JOINT DECLARATION ON PROTOCOL No 1 AND ARTICLES 8, 9 and 10

- The Community and Yugoslavia agree that, should the date of entry into force of the Agreement not coincide with the beginning of the calendar year, the ceilings referred to in Protocol No 1 and the tariff quotas referred to in Articles 8, 9 and 10 will be applied pro rata temporis.
- 2. They further agree that, with effect from 1 July 1980 and for the products specified in paragraph 1 or currently covered by Regulations (EEC) N° 2787/79, 2788/79 and 2894/79 as well as for products under surveiilance ceilings currently listed in Regulation (EEC) N° 2789/79, Formula A Origin Certificates shall be replaced by the EUR 1 certificates specified in Protocole N° 2 annexed to this Agreement.
- 3. Before the end of the year, the necessary consultations will take place in order to ensure the application of paragraph 2 from 1981.

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## JOINT DECLARATION

on the Community arrangements applicable to imports of young male bovine animals intended for fattening originating in and coming from Yugoslavia.

The Community and Yugoslavia agree that the suspension at 30% of the total levy shall apply to a maximum number of head of young male bovine animals intended for fattening to be fixed annually by the Council of the European Communities in accordance with Council Regulation (EEC) No 805/68 of 27 June 1968.

The Community and Yugoslavia agree in drawing up the estimate to follow the cooperation procedure set out below:

1. Commission staff will collect information supplied by the Community Member States on their respective needs as regards animals for fattening.

On the basis of this information and their own forecasts, they will make an overall estimate of Community needs.

2. This estimate will be communicated to the Yugoslav authorities.

3. This will be followed as soon as possible by meetings between the competent Yugoslav authorities and Commission staff.

The objectives of these meetings will be as follows:

- to have an exchange of views on the whole situation of the beef market in the Community and the forecasts for production and consumption; - to enable both sides to analyse the data serving to estimate Community needs in respect of live animals for fattening;

- to have an exchange of information on Yugoslavia's export opportunities.

4. Following these meetings, the Commission will produce a draft estimate for transmission to the Council taking into account all the elements to emerge during the discussions which can be quantified on as realistic a basis as possible.

The draft estimate given to the Council will be accompanied by a document reflecting the substance of the views expressed by the participants about Community needs and their export opportunities as regards the products in question.

5. The estimate should be drawn up in such a way as to ensure regular supplies for the Community market and permit an increase in imports in proportion to the increase in Community needs, taking into account the foreseeable expansion of the market.

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In the light of these considerations, it is expected that the annual level of imports of animals for fattening under the estimate will show a tendency to rise over a period of several years as Community needs increase.

# JOINT DECLARATION CONCERNING THE ZONE ESTABLISHED BY THE AGREEMENTS SIGNED AT OSIMO

Recognizing the importance of the development of the free zone established by the Agreements signed at Osimo on 20 November 1975, the Contracting Parties reaffirm their intention to devote the greatest possible attention to the application of the provisions of the Agreement which relate to the development of the said zone.

To that end, they consider it indispensable that, in addition to the particular need to develop cooperation schemes designed to encourage investment in the free zone, trade incentives should be introduced to the full extent compatible with the Agreement.

Accordingly, they are agreed that products manufactured in the zone shall be accorded the most favourable and stable import arrangements possible. For this reason they consider it necessary to exempt such products from any measures they may adopt under Article 7, Article 16 or Protocol nº 1. Given the objectives to be attained, if tariff ceilings are introduced, the Joint Commission will have to accord special treatment to products which have obtained originating status in the zone, and hence set such ceilings at a level which ensures that the products in question actually benefit under the special arrangements adopted, without compromising the aim of avoiding market disruption.

In addition, in connection with the application of Article 7 or Article 16 of the Agreement, the Contracting Parties shall endeavour to determine conditions which will encourage the marketing of products manufactured in the zone.

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The Contracting Parties agree that the Joint Commission should lay down as soon as possible whatever procedures may be necessary to establish that the products referred to in Article 29 obtained originating status in the zone created by the Agreements signed at Osimo, to take account inter alia of the development of the said gone.

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# JOINT DECLARATION ON PROTOCOL Nº 2

With regard to Yugoslavia, the term "customs authorities" used in Protocol N° 2 shall also cover public authorities in Yugoslavia which are entitled to issue, endorse and inspect movement certificates EUR.1 and, where appropriate, verify the authenticity of forms EUR.2.

# DECLARATION OF INTENT BY THE CONTRACTING PARTIES

1. Both parties stipulate that the application of the Agreement entails their undertaking to encourage, wherever possible and in line with the level of development of their respective economies, favourable consideration of their mutual trade, economic and financial interests.

2. They have agreed to lay before the Joint Commission each year for review the measures taken by both sides pursuant to paragraph 1 and provisions relating to the special arrangements embodied in the Agreement.

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# JOINT DECLARATION

The Contracting Parties have agreed to contribute to the continuation of the cooperation and contacts established between the European Parliamentary Assembly and the representatives of the Assembly of the Socialist Federal Republic of Yugoslavia.

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# JOINT DECLARATION ON

THE PRESENTATION OF THE AGREEMENT TO GATT BY THE COMMUNITY

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The Contracting Parties to the Agreement will consult when the provisions of the Agreement that relate to trade are presented and examined under GATT.

DECLARATION BY YUGOSLAVIA ON ARTICLE 11

Yugoslavia undertakes to ensure that the level of its exports of products defined in Annex C to the Agreement shall in no case exceed the volume indicated in Article 11 (2) (e), in the market situation referred to therein. Bearing in mind the importance of its agricultural exports to the Community market and the unsatisfactory trend of those exports, Yugoslavia has emphasized its interest in fresh and preserved fruit and vegetables, preserved pigmeat, sheepmeat, wine and tobacco. It will lay this matter before the Joint Commission in order to seek appropriate solutions in conformity with the aims of the Cooperation Agreement.

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#### DECLARATION BY THE COMMUNITY

on the Community arrangements applicable to imports of young male bovine animals intended for fattening, originating in and coming from Yugoslavia

The Community undertakes, for the duration of the Agreement and in respect of a quantity to be determined in accordance with the procedure agreed in the relevant joint declaration, to limit to 30% of the total levy the amount of the levy applicable to imports of young male bovine animals intended for fattening of a live weight per head of 300 kg or less falling within subheading 01.02 A II ex b) originating in and coming from Yugoslavia. The Community declares that the application of any measures it may take under Articles 22 and 23 of the Agreement, in accordance with the procedure and <u>arrangements</u> set out in Articles 24 and 25, and under Article ²⁷, may be limited to one of its regions by virtue of Community rules. DECLARATION BY THE COMMUNITY ON ARTICLE 29 OF PROTOCOL Nº 2

In the interests of avoiding wherever possible distortions between the arrangements it applies to its trading partners, and with reference to Article 29 of Protocol  $n^{\circ}$  2, the Community reserves the right during the lifetime of the Agreement to submit for examination by the Joint Commission the possibility of introducing measures excluding in respect of worked products the reintroduction of customs duties or the grant of exemption from customs duties in any form whatsoever.

#### DECLARATION BY THE COMMUNITY ON THE GENERALIZED

#### TARIFF PREFERENCES SYSTEM

1. The Community declares that this Agreement shall not affect the inclusion of Yugoslavia in the list of beneficiary countries under the Community's scheme of generalized tariff preferences.

2. Paragraph 1 will apply in accordance with the relevant provisions of this Agreement.

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#### EXCHANCE OF LETTERS

on the working and processing of certain textile products Sir,

I have the honour to draw your attention to the following:

The Community reserves the right to adopt provisions relating to working and processing operations on textile products where such operations may be carried out only subject to authorization; such provisions will replace those currently in force in certain Member States of the Community.

At that time the Community will endeavour to maintain the trade flows established with Yugoslavia hitherto.

I should be grateful if you would acknowledge receipt of this letter.

Please accept, Sir, the assurance of my highest consideration.

Head of the Delegation of the European Economic Community Sir,

In your letter of today's date you informed me as follows :

"I have the honour to draw your attention to the following :

The Community reserves the right to adopt provisions relating to working and processing operations on textile products where such operations may be carried out only subject to authorization; such provisions will replace those currently in force in certain Member States of the Community.

At this time the Community will endeavour to maintain the trade flows established with Yugoslavia hitherto.

I should be grateful if you would acknowledge receipt of this letter."

I have the honour to acknowledge receipt of your letter.

Please accept, Sir, the assurance of my highest consideration.

Head of the Delegation of the Socialist Federal Republic of Yugoslavia PART II

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#### PROPOSAL FOR A

#### COUNCIL REGULATION (EEC)

concluding the Interim Protocol between the European Economic Community and the Socialist Federative Republic of Yugoslavia on the advance implementation of Protocol N° 2 to the Cooperation Agreement.

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 235 thereof,

Having regard to the proposal from the Commission,

Having regard to the opinion of the European Parliament,

Whereas, pending the entry into force of the Cooperation Agreement signed in Belgrade on 2 April 1980,

the Interim Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia on trade and commercial cooperation, signed in on , has been concluded;

Whereas, pending the entry into force of the Cooperation Agreement, it is necessary to conclude the Interim Protocol between The European Economic Community and the Socialist Federative Republic of Yugoslavia on the advance implementation of Protocol N° 2 to the Cooperation Agreement, signed in on

../..

HAS ADOPTED THIS REGULATION :

#### Article 1

The Interim Protocol between the European Economic Community and the Socialist Federative Republic of Yugoslavia on the advance implementation of Protocol N° 2 to the Cooperation Agreement and the declaration annexed to the Final Act are hereby approved on behalf of the Community.

The texts of the Interim Protocol and of the Final Act are annexed to this Regulation.

#### Article 2

The President of the Council shall carry out, on behalf of the Community, the notification procedure provided for in Article 16 of the Interim Protocol. ⁽¹⁾

#### Article 3

This Regulation shall enter into force on the third day following its publication in the Official Journal of the European Communities.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council, The President

⁽¹⁾ The date of entry into force will be published in the Official Journal of the European Communities.

INTERIM PROTOCOL between the European Economic Community and the Socialist Federal Republic of Yugoslavia,on the advance implementation of Protocol Nº 2 to the Cooperation Agreement

THE COUNCIL OF THE EUROPEAN COMMUNITIES, of the one part, and

THE FEDERAL EXECUTIVE COUNCIL OF THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA, of the other part,

Whereas a Cooperation Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia was signed in Belgrade on 2 April 1980;

Whereas an Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia on trade and commercial cooperation was signed on in

Whereas the object of the Cooperation Agreement is to promote the development and diversification of economic, financial and trade cooperation between the Parties and to contribute to the attainment of the objectives of the Agreements signed at Osimo on 10 November 1975 by the Italian Republic and the Socialist Federal Republic of Yugoslavia, and in particular the objectives contained in the Protocol on the free zone and in the Agreement on the promotion of economic cooperation between the two countries; Whereas to that end it is necessary to implement as speedily as possible, by means of an Interim Protocol, the provisions of Protocol  $N^0$  2 to the Cooperation Agreement, relating to financial cooperation;

Whereas it is necessary to ensure that, pending the entry into force of the Cooperation Agreement and the establishment of the Cooperation Council, the Joint Commission set up by the trade Agreement and provided for by the Interim Agreement on trade and commercial cooperation can exercise the powers assigned by the Cooperation Agreement to the Cooperation Council with regard to financial cooperation, which are required in order to implement this Protocol,

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

THE COUNCIL OF THE EUROPEAN COMMUNITIES:

THE FEDERAL EXECUTIVE COUNCIL OF THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA:

## Article 1

The Community shall participate, within the framework of financial cooperation, in the financing of projects designed to contribute to the economic development of Yugoslavia and of mutual interest to the Socialist Federal Republic of Yugoslavia and the Community.

## Article 2

1. For the purposes specified in Article 1, and for a period of five years from the date of entry into force of this Protocol , an aggregate amount of 200 million European units of account (EUA) may be committed in the form of loans from the European Investment Bank, hereinafter called 'the Bank', granted from its own resources.

2. The amount fixed in paragraph 1 shall be used to part-finance specific capital projects submitted to the Bank by banks or organisations of associated labour having their seat in Yugoslavia.

3. Projects shall be examined for eligibility and loans granted in accordance with the detailed rules, conditions and procedures laid down by the Bank's Statute.

#### Article 3

1. The amounts to be committed each year pursuant to Article 2 shall be distributed as evenly as possible throughout the period of application of this Protocol .During the initial period of application, however, a proportionately higher amount may, within reasonable limits, be committed. 2. Any funds not committed by the end of the period referred to in Article 2(1) may be used, until exhausted. In that event the funds shall be used under the same conditions as provided for in this Protocol.

## Article 4

Loans granted by the Bank shall be subject to terms as to duration established on the basis of the economic and financial characteristics of projects; the interest rate shall be that applied by the Bank at the time of signature of each loan contract.

## Article 5

Aid contributed by the Bank for the execution of projects may take the form of cofinancing in which, in particular, Yugoslav banks and the credit bodies and institutions of Member States or of third States, or international finance organizations, would take part.

#### Article 6

Organizations of associated labour established in accordance with Yugoslav law, whether or not including the participation of foreign investors in the form of a joint venture, shall have access on equal terms to the financing earmarked for financial cooperation.

## Article 7

The execution, management and maintenance of projects financed within the framework of financial cooperation between the Socialist Federal Republic of Yugoslavia and the European Economic Community shall be the responsibility of the beneficiaries referred to in Article 2 (2). The Bank shall ensure that its financial aid is expended in accordance with the agreed allocations and under optimum economic conditions.

## Article_8

1. Participation in tendering procedures and other procedures for the award of contracts shall be in accordance with the Bank's normal practice.

2. Yugoslavia shall apply to contracts awarded for the execution of projects financed within the framework of financial cooperation fiscal and customs arrangements at least as favourable as those applied in respect of other international organizations.

## Article 9

Yugoslavia shall take the necessary measures to ensure that interest and all other payments due to the Bank in respect of loans granted in the context of financial cooperation are exempted from any taxes or levies imposed by the federal authorities, the republics, the autonomous provinces or the communal authorities.

#### Article 10

Where a loan is accorded to a beneficiary referred to in Article 2 (2), the provision of a guarantee by the Socialist Federal Republic of Yugoslavia may be required by the Bank as a condition of the grant of the loan.

#### Article 11

Throughout the duration of the loans accorded pursuant to this Protocol, Yugoslavia shall undertake to take all necessary measures, in conformity with its national legislation, to make available to debtors enjoying such loans and to guarantors of the loans the foreign currency necessary for the payment of interest, commission and other charges and repayment of the principal.

## Article 12

The results of financial cooperation may be examined within the Joint Commission provided for in Article 31 of the Interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia on trade and commercial cooperation, until the Cooperation Council provided for in Article 48 of the Cooperation Agreement is established.

## Article 13

The declaration contained in the Final Act shall form an integral part of this . Protocol.

## Article 14

This Protocol shall apply, on the one hand, to the territories in which the Treaty establishing the European Economic Community is applied and under the conditions laid down in that Treaty and, on the other hand, to the territory of Yugoslavia. This Protocol is drawn up in duplicate in the Danish, Dutch, English, French, German, Italian and Serbo- Croat languages, each of these texts being equally authentic.

## <u>Article 16</u>

1. This Protocol shall be subject to approval in accordance with the Contracting Parties' own procedures; the Contracting Parties shall notify each other that the procedures necessary to this end have been completed.

2. This Protocol shall enter into force on the first day of the second month following the date on which the notifications provided for in paragraph 1 have been given.

It shall be applicable until the entry into force of the Cooperation Agreement signed the 2 April 1980 and, at the latest until 30 June 1985.

Til bekraeftelse heraf har undertegnede befulmaegtigede underskrevet denne interimsprotokol.

Zu Urkund dessen haben die unterzeichneten Bevollmächtigten ihre Unterschriften unter dieses Interimsprotokoll gesetz.

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

En foi de quoi, les plénipotentiaires soussignés ont apposé leurs signatures au bas du présent protocole interimaire. In fede di che, i plenipotenziari sottoscritti hanno apposto le loro firme in calce al presente protocollo provvisorio. *

Ten blijke waarvan de ondergetekende gevolmachtigden hun handtekening onder deze Interimsprotocol hebben gesteldt.

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#### FINAL ACT

#### THE PLENIPOTENTIARIES OF THE COUNCIL OF THE EUROPEAN COMMUNITIES,

and

OF THE FEDERAL EXECUTIVE COUNCIL OF THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA

meeting at on for the purpose of signing the Interim Protocol between the European Economic Community and the Socialist Federal Republic of Yugoslavia, relating to the anticipated implementation of Protocol N^o 2 of the Cooperation Agreement, have, on signing this Protocol, taken note of:

- the declaration by the Community on the Unit of Account referred to in Article 2 of the Protocol

This declaration is annexed to this final act.

The Plenipotentiaries have agreed that the declaration shall be subjected in the same manner as the Interim Protocol to any procedures that may be necessary to ensure its validity. DECLARATION BY THE COMMUNITY ON THE UNIT OF ACCOUNT REFERRED TO IN ARTICLE 2 OF THE PROTOCOL

The unit of account used to express the amounts specified in Article 2 of the Protocol is defined as the sum of the following amounts in the currencies of the Member States of the Community:

German mark	0,828
Pound sterling	0,0885
French franc	1,15
Italian lira	109
Dutch guilder	0,286
Belgian franc	3,66
Luxembourg franc	0,14
Danish kronc	0,217
Irish pound	0,00759

The value of the unit of account in any given currency is equal to the equivalent in that currency of the sum of the amounts of currency referred to in the first paragraph. It is calculated by the Commission using daily market exchange rates.

The daily values of the unit of account in the various national currencies are made available every day and are published periodically in the Official Journal of the European Communities.

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# PART III

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#### COMMISSION OF THE EVENDEAN COMMUNITIES

<u>Subject</u>: Exchange of letters on the minutes of the negotiations for the interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning trade and trade cooperation.

#### Madam,

At the negotiations between the Community and Yugoslavia for the conclusion of an interim Agreement concerning trade and trade cooperation the two delegations agreed to enter the following declarations into the minutes of the negotiations :

- Declaration by the Community on bovine meat;
- Declaration by the Community concerning article 16 of the Agreement;

the text of which is given in the Annex to this exchange of letters.

I should be obliged if you would confirm that your delegation is in agreement with the contents of these declarations.

Please accept, Madam , the assurance of my highest consideration.

#### Roy DENMAN

Director general Head of the Community Delegation

Mrs. Milica ZIBERNA Deputy federal Secretary for external trade Head of the Delegation of the Socialist Federal Republic of Yugoslavia <u>Subject</u>: Exchange of letters on the minutes of the negotiations for the interim Agreement between the European Economic Community and the Socialist Federal Republic of Yugoslavia, concerning trade and trade cooperation.

Sir,

In your letter of 14 april 1980 you informed me as follows :

"At the negotiations between the Community and Yugoslavia for the conclusion of an interim Agreement concerning trade and trade cooperation the two delegations agreed to enter the following declarations into the minutes of the negotiations :

Declaration by the Community on bovine meat;Declaration by the Community concerning article 16 of the

Agreement;

the text of which is given in the Annex to this exchange of letters.

I should be obliged if you would confirm that your delegation is in agreement with the contents of these declarations."

I have the honour to confirm that my delegation is in agreement with the foregoing.

Please accept, Sir , the assurance of my highest consideration.

#### Milica ZIBERNA

Deputy federal Secretary for external trade Head of the Delegation of the Socialist Federal Republic of Yugoslavia

Sir Roy DENMAN Director general

Head of the Community Delegation

Declaration by the Community to be entered in the minutes of the negotiations

For the purposes of management of the Community market in bovine meat, the Community will consider favourably, after appropriate contacts with the Yugoslav authorities, whether the conditions for fixing a levy on the specific basis provided for in Article 10(3) of Regulation (EEC) N° 805/68 are fulfilled.

_ . . .

Declaration by the Community concerning article 16 of the Agreement to be entered in the minutes of the negotiations

On the occasion of the review by the Joint Commission, pursuant to Article 16 (4) of the Agreement, of the measures taken by Yugoslavia under that Article, the Community will take into consideration the provisions for the progressive elimination of the said measures during their lifetime as fixed by Yugoslavia on the basis of the criteria set out in paragraph 2 of the abovementioned Article 16. PART IV

## COUNCIL REGULATION (EEC)

on the safeguard measures provided for in the Cooperation Agreement and the Interim Agreement concerning trade and commercial cooperation between the European Economic Community and the Socialist Federative Republic of Yugoslavia

#### THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Articles 43 and 113 thereof,

Having regard to the proposal from the Commission,

Having regard to the opinion of the European Parliament,

Whereas a Cooperation Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia, hereinafter referred to as "the Cooperation Agreement", was signed on 2 April 1980 and an Interim Agreement concerning trade and commercial cooperation, hereinafter referred to as "the Interim Agreement", was concluded on

Whereas for the purpose of implementing the safeguard clauses and precautionary measures provided for in Articles 35 to 38 and 55 of the Cooperation Agreement and in Articles 22 to 25 and 36 of the Interim Agreement, detailed rules should be laid down for the application of Community Regulations, in particular Council Regulation (EEC) N° 926/79 of 8 May 1979 on common rules for imports¹ and Council Regulation (EEC) N° 3017/79 of 20 December 1979 on protection against dumped or subsidized imports from countries not members of the European Community,

HAS ADOPTED THIS REGULATION:

- ¹OJ NO L 131, 29.5.1979, p.15
- ²OJ NO L 339, 31.12.1979, p.1.

#### Article 1

In cases liable to lay the Community open to safeguard measures on the basis of Article 38 of the Cooperation Agreement and Article 25 of the Interim Agreement, the Commission shall on its own initiative or at the request of a Member State, collect the necessary information and, where necessary, take or propose that the Council take, the appropriate measures.

## <u>Article 2</u>

In the case of dumping or subsidies liable to warrant the application by Community of the measures provided for in Article 35 of the Cooperation Agreement and Article 22 of the Interim Agreement, the introduction of antidumping or countervailing duties shall be decided upon in accordance with the procedure and detailed rules laid down in Regulation (EEC) N° 3017/79.

#### <u>Article 3</u>

In cases liable to warrant the application by the Community of the measures provided for in Articles 36 and 55 of the Cooperation Agreement and Articles 23 and 36 of the Interim Agreement, appropriate safeguard measures may, on the conditions laid down in those Articles, be adopted by the Council in accordance with the procedure and detailed rules laid down in Regulation (EEC) N° 926/79 and in particular Article 13 thereof,

In urgent cases and subject to the conditions laid down in Article 36 of the Cooperation Agreement and Article 23 of the Interim Agreement:

 the Commission may adopt the appropriate safeguard measures in accordance with the procedure and detailed rules laid down in Regulation (EEC) N° 926/79, and in particular Article 12 thereof,

<u>.</u>../...

- any Member State may take . interim safeguard measures in conformity with the procedure described in Article 14 of Regulation (EEC) N° 926/79.

## Article 4

1. This Regulation shall not preclude the application of Regulations on the common organization of agricultural markets or of Community or national administrative provisions resulting therefrom or of the special Regulations adopted under Article 235 of the Treaty for processed agricultural products; it shall apply in addition thereto.

2. However, the second indent of the second paragraph of Article 3 shall not apply to products covered by such Regulations.

#### <u>Article 5</u>

The Commission shall notify the Cooperation Council and the Joint Commission as said down in Article 38 of the Cooperation Agreement and Article 25 of the Interim Agreement.

#### Article 6

This Regulation shall enter into force on the day following its publication in the Official Journal of the European Communities.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council The President

# RECOMMENDATION

# FOR A COUNCIL REGULATION (EEC)

on the conclusion of the Cooperation Agreement between the European Economic Community and the Socialist Federa Republic of Yugoslavia

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to the recommendation from the Commission,

Having regard to the opinion of the European Parliament,

Whereas, it is necessary to conclude the Cooperation Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslawia signed in Belgrade on 2 April 1980,

HAS ADOPTED THIS REGULATION:

#### <u>Article 1</u>

The Cooperation Agreement between the European Economic Community and the Socialist Federative Republic of Yugoslavia and the declarations and exchanges of letters annexed to the Final Act are hereby approved on behalf of the Community.

The texts of the Cooperation Agreement and of the Final Act are annexed to this Regulation.

## <u>Article 2</u>

The President of the Council shall carry out the notification procedure provided for in Article 63 of the Agreement (1).

.../...

(1) The date of entry into force of the Agreement shall be published in the Official Journal of the European Communities.

# <u>Article 3</u>

This Regulation shall enter into force on the day following its publication in the Official Journal of the European Communities.

This Regulation shall be binding in its enterety and directly applicable in all Member States.

Done at Brussels,

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For the Council The President

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