ANNEX 3-A

PRODUCT SPECIFIC RULES OF ORIGIN

Headnote

- 1. The specific rule, or specific set of rules, that applies to a particular heading or subheading are set out immediately adjacent to the heading or subheading. Where a product is subject to alternative product specific rules, it shall be sufficient to comply with one of the rules.
- 2. The product specific rules (hereinafter referred to as "PSR") in this Annex are structured on the basis of the nomenclature of the Harmonized System 2007, including its General Interpretative Rules, Section Notes and Chapter Notes. Transpositions of the PSR Schedule to accommodate periodic amendments to the Harmonised System shall be carried out in accordance with Article 4.14.3(b).
- 3. A requirement of a change in tariff classification applies only to non-originating materials. Where a specific rule of origin is defined using the criterion of a change in tariff classification and the rule is written to exclude tariff provisions at the level of Chapter, heading or subheading of the Harmonized System, each Party shall construe the rule of origin to require that materials classified in those excluded provisions be originating for the good to qualify as originating.
- 4. Chapter Notes within this Annex apply to all headings or subheadings within the indicated Chapter unless there exists a specific exclusion.
- 5. The following definitions apply to the Annex:
 - (a) **Section** means a Section of the Harmonized System;
 - (b) **Chapter** means a Chapter of the Harmonized System;
 - (c) **heading** means the first four digits in the tariff classification number under the Harmonized System;
 - (d) **subheading** means the first six digits in the tariff classification number under the Harmonized System.
- 6. For the purposes of column 3 of this Annex:
 - (a) **WO** means that the good must be wholly produced or obtained in accordance with Article 3.3;
 - (b) **CC** means that all non-originating materials used in the production of the good have undergone a change in tariff classification at HS Chapter level;

- (c) **CTH** means that all non-originating materials used in the production of the good have undergone a change in tariff classification at HS heading level;
- (d) **CTSH** means that all non-originating materials used in the production of the good have undergone a change in tariff classification at HS subheading level;
- (e) **RVC(35)** means that the good must have a Regional Value Content of not less than 35 percent using the Build-down method as calculated under Article 3.4;
- (f) **RVC(40)** means that the good must have a Regional Value Content of not less than 40 percent using the Build-down method as calculated under Article 3.4;
- (g) **RVC**(30/40) means that the good must have a Regional Value Content of not less than 30 percent using the Build-up method or not less than 40 percent using the Build-down method as calculated under Article 3.4.