

Schedule II to Annex B

List of qualifying processes with no alternative percentage criterion

Introductory Notes to Schedule II.

1. Goods listed as finished products in this Schedule shall be accepted as being of Area origin if they have been produced within the Area by a qualifying process prescribed for those finished products.

2. Where a qualifying process provides for manufacture from alternative materials (e.g. "manufacture from . . . or from . . ."), the use of one of these materials does not preclude the use of any of the others.

3. In the case of a product which is denoted by * and which contains two or more textile materials, a total amount of such material or materials (other than the material predominating by weight) not exceeding 20 per cent by weight of all the textile materials in the product need not have been manufactured in the Area from the starting point specified in the relative process, but may have been introduced into the process at any stage. For the purpose of this provision, each of the following shall be regarded as a single textile material

- (a) silk and waste silk
- (b) man-made fibres (continuous)
- (c) man-made fibres (discontinuous)
- (d) metallised textiles
- (e) wool
- (f) other animal hair
- (g) flax and ramie
- (h) cotton
- (i) other vegetable fibres.

4. For a period ending on 31st December, 1961, the processes denoted by ** shall be varied to include manufacture also from fibres of the kind defined in Note 1 (a) to Chapter 51 (discontinuous fibres ex 56.01 or tow ex 56.02). These alternative qualifying processes will be extended beyond 31st December, 1961, unless the Member States decide otherwise.

5. Where a qualifying process refers to the value of a material or the export price of the finished product, the valuation provisions in Rule 3 of Annex B shall apply.

6. Four-figure references of the type "53.05" are references to headings of the Brussels Nomenclature; references to Chapters are references to Chapters of the Brussels Nomenclature.