Explanations for Section XI of Product Specific Rules in Annex 2 (Processes necessary to obtain originating status for Textile and Textile Goods (Chapter 50- 63))

Α.	Yarn

HS Code	Necessary processes to obtain originating status in a Party		
	Carding/Combing process	Spinning process	
50.04-50.06	(N/A)	Required	
51.06-51.10	(,)		
52.04-52.07	Required*	Required	
53.06-53.08		Required	
54.01-54.06	(N/A)		
55.08-55.11	Required*	Required	

* "Carding/Combing" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

B. Woven Fabrics

HS Code	Necessary processes to obtain originating status in a Party			
	Spinning process	Dyeing/Printing	Weaving process	Dyeing/Printing
		process to yarn****		process to fabrics****
50.07	Poquirod*		Poquirod	
51.11-51.13	Required*		Required	
52.08-52.12		Poquirod**	Poquirod	
53.09-53.11		Required**	Required	
54.07-54.08			Required***	Required
55.12-55.16			Required	Required

* "Spinning" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

** "Dyeing/Printing process to yarn" is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

*** "Weaving" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

**** "Dyeing/Printing" process should be accompanied by two or more of the operations which are described in Note 1 to

HS Code	Necessary processes to obtain originating status in a Party	
	Spinning process	Knitting/Crocheting/Weaving/Making
		up process
56.01-56.03	(N / A)**	Required
56.04-56.09	Required*	Required
57.01-57.02	Required*	Required
57.03-57.05	(N / A)**	Required
58.01-58.11	Required*	Required
59.01	(N/A)	Required
59.02-59.11	Required*	Required

C. Textile Articles for Industrial Use, etc. (HS56 - 59)

* "Spinning" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

** As for the good of HS56.01-56.03 and 57.03-57.05, "Spinning" process is not required, because such process is not actually conducted in the practice of the production of the good.

D. Knitted or Crocheted Fabrics (HS60)

HS Code	Necessary processes to obtain originating status in a Party			
	Spinning process	Dyeing/Printing	Knitting/Crocheting	Dyeing/Printing
		process to yarn****	process	process to fabrics****
60.01-60.06	Required*		Required	
60.01-60.06	Required*	Required**	Required	

* "Spinning" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

** "Dyeing/Printing process to yarn" is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

*** "Knitting/Crocheting" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

**** "Dyeing/Printing" process should be accompanied by two or more of the operation which are described in Note 1 to Section XI of Annex 2 of the Agreement and Appendix 5 of Operational Procedures.

E. Apparels (HS61.01-61.14, 62.01-62.11)

HS Code	Necessary processes to obtain originating status in a Party		
	Knitting/Crocheting/ Weaving process	Making up process	
61.01-61.14			
62.01-62.11	Required*	Required**	

* "Knitting/Crocheting/ Weaving " process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

**"Making up " process consists of cutting and sewing process. However, "cutting" process is not required to be conducted in a Party from which the good is originated when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

F. Clothing Accessories, and Other Textile Articles (HS61.15-61.17, 62.12-62.17, 63.01 -

63.08)	

HS Code	Necessary processes to obtain originating status in a Party		
	Knitting/Crocheting/ Weaving process	Making up process	
61.15-61.17			
62.12-62.17	Required*	Required	
63.01-63.08			

* "Knitting/Crocheting/ Weaving" process is not required to be conducted in a Party from which the good is originated

when the process is conducted in the other Party or a non-Party which is a member country of the ASEAN.

G. Worn Clothing, Worn Textile Articles and Rags (HS63.09 - 63.10)

HS Code	Rule to obtain originating status in a Party	
	"Wholly obtained" rule	
63.09-63.10	Required *	

* It is required pursuant to subparagraph 2(i), (j) or (k) of Article 24 of the Agreement that those worn articles or rags are:

(i)collected in a Party which can no longer perform their original purpose in the Party nor are capable of being restored

or repaired and which are fit only for disposal or for the recovery of parts or raw materials;

(ii)derived from manufacturing or processing operations or from consumption in a Party and fit only for disposal or for the recovery of raw materials; or (iii)recovered in a Party from articles which can no longer perform their original purpose nor are capable of being restored or repaired.

JBEPA Product Specific Rules

63.09-63.10 No required change in tariff classification to heading 63.09 through 63.10, provided that the waste and scrap are wholly obtained or produced entirely in a Party as defined in Article 24.