

Subsection 8: Specific Identification Method

1. Except as provided under paragraph 2, if the exporter or person referred to in subsection 7(2) chooses the specific identification method, the exporter or person shall physically segregate, in finished goods inventory, originating goods that are fungible goods from non-originating goods that are fungible goods.
2. If originating goods or non-originating goods that are fungible goods are marked with an origin identifier, the exporter or person need not physically segregate those goods under paragraph 1 if the origin identifier is visible on the fungible goods.

Subsection 9: Rolling Average Method

1. If the exporter or person referred to in subsection 7(2) chooses the rolling average method, the origin of each shipment of fungible goods withdrawn from finished goods inventory is determined on the basis of the ratio of originating goods and non-originating goods in finished goods inventory by dividing:
 - (a) the total units of originating goods or non-originating goods that are fungible goods and that were in finished goods inventory before the shipment of the goods;
 - by:
 - (b) the total units of originating goods and non-originating goods that are fungible goods and that were in finished goods inventory before the shipment of the goods.
2. The ratio calculated under paragraph 1 is applied to the remaining units of originating and non-originating goods in finished goods inventory.

Subsection 10: Manner of Dealing with Opening Inventory

1. Except as otherwise provided under paragraphs 2 and 3, when the exporter or person referred to in subsection 7(2) has fungible goods in opening inventory, the origin of those fungible goods is determined by:
 - (a) identifying, in the books of the exporter or person, the latest receipts of fungible goods that add up to the amount of fungible goods in opening inventory;
 - (b) determining the origin of those fungible goods that make up those receipts; and
 - (c) considering the origin of those fungible goods to be the origin of the fungible goods in opening inventory.