

ANNEX 4ORIGIN OF GOODS AND SERVICES

1. The Parties agree to review their existing non-preferential rules of origin regimes for the purpose of establishing mutually acceptable rules of origin governing the scope of goods subject to this Agreement, as referenced in Article 1.2(a), within 180 days after the signing of this Agreement. In establishing such rules of origin, the Parties shall take into account principles applied in the normal course of international trade, such as the use of changes in tariff classification to reflect substantial transformation.
2. The Parties agree, for the entities' procurement covered by this Agreement, to incorporate into this Agreement by reference Article IV, paragraph 1 of the AGP.
3. The Parties agree to examine the results of the work programme for the harmonization of rules of origin for goods currently underway under the Agreement on Rules of Origin in Annex 1A of the WTO Agreement and the negotiations regarding trade in services with the objective of adopting those results as the rules of origin for the purpose of implementing their commitments under this Agreement.
4. For the purpose of the provision of an incidental service, each Party shall grant temporary entry to service suppliers of the other Party who qualify according to its immigration laws and regulations and are otherwise qualified for entry under applicable measures relating to public health and safety and national security.
5. Incidental services shall be deemed to originate in the territory of a Party if at least 50% of the value of such incidental services is provided by a person or persons of that Party.
6. For the purposes of this Agreement, "person" has the same meaning as in Article XXVIII of the GATS.
7. If a Party or an entity of a Party is unable to verify the origin of goods or services tendered in a procurement subject to this Agreement, pursuant to the rules of origin established by the Parties under this Annex, that Party or the entity of that Party may refuse to consider the tender.