IV. CUSTOMS AND OTHER REGULATORY INFORMATION

Calls to Tender

Israeli government regulations require that all government purchases beyond a specified amount be publicized by tender. Municipalities have their own regulations in this regard.

Government Procurement

For government-awarded contracts, preference is given to those bids with a low price and high local content. Foreign suppliers may be required to reciprocate purchases in an amount equal to 25 per cent of all transactions in excess of \$250 000. This reciprocal arrangement is calculated after deducting the local supply included in the contract. The Industrial Co-operation Authority, the agency responsible for overseeing this arrangement, has indicated a preference for counterpurchase of manufactured goods, particularly output of the metals and electronic sectors.

Patents and Trademarks

Israel subscribes to the International Convention for the Protection of Industrial Property. Patents are valid for 20 years on condition that they be used within a certain period of time. Trademarks are valid for seven years and are renewable.

These laws are subject to change, so it is advisable to enquire about current regulations.

Duties and Taxes

Israel is a signatory to the General Agreement on Tariffs and Trade (GATT) and within this framework has entered into various agreements, the most extensive being a Free Trade Agreement with the United States and a treaty with the European Community.

With regard to the EC agreement, industrial products, raw materials, other than agriculture products, and semi-processed goods are imported into Israel duty-free. Israel