PART TWO TRADE IN GOODS

Chapter Three

Rules of Origin for Goods

Article 301: General Rules

1. Goods originate in the territory of a Party if they are wholly obtained or produced in the territory of either Party or both Parties.

2. In addition, goods originate in the territory of a Party if they have been transformed in the territory of either Party or both Parties so as to be subject to a change in tariff classification as described in Annex 301.2 or to such other requirements as the Annex may provide when no change in tariff classification occurs, and they meet the other conditions set out in that Annex.

3. A good shall not be considered to originate in the territory of a Party pursuant to paragraph 2 merely by virtue of having undergone:

- a) simple packaging or, except as expressly provided by the rules of Annex 301.2, combining operations;
- b) mere dilution with water or another substance that does not materially alter the characteristics of the good; or
- c) any process or work in respect of which it is established, or in respect of which the facts as ascertained clearly justify the presumption, that the sole object was to circumvent the provisions of this Chapter.

4. Accessories, spare parts, or tools delivered with any piece of equipment, machinery, apparatus, or vehicle that form part of its standard equipment shall be deemed to have the same origin as that equipment, machinery, apparatus, or vehicle; provided, that the quantities and values of such accessories, spare parts, or tools are customary for the equipment, machinery, apparatus, or vehicle.