

Appendix 7**Explanations for Section XI of Product Specific Rules of Annex 2**

(This Appendix clarifies concrete processes to satisfy the Product Specific Rules set out in Annex 2 of the Agreement, for the purposes of facilitating understanding of the Product Specific Rules to promote trade between the Parties (Chapter 50- 63))

A. Yarn

HS Code	Necessary processes to obtain originating status in a Party	
	Carding/Combing process	Spinning process
50.05-50.06 51.06-51.10	(N / A)	Required
52.04-52.07	Required	Required
53.06-53.08 54.01-54.06	(N / A)	Required
55.08-55.11	Required	Required

B. Woven Fabrics

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

* "Dyeing/Printing" process should be accompanied by two or more of the operations which are described in Note of Section XI of Annex 2 of the Agreement and Appendix 8 of Operational Procedures.

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

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	Required	Required
59.03-59.09	(N / A)	Required
59.10	Required	Required
59.11	(N / A)	Required

* As for the good of HS 56.01-56.03 and 57.03-57.05, "Spinning process" is not required, because the process is not actually conducted in the practice of its production process.

D. Knitted or Crocheted Fabrics (HS60)

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

* "Dyeing/Printing" process should be accompanied by two or more of the operation which are described in Note of Section XI of Annex 2 of the Agreement and Appendix 8 of Operational Procedures.

E. Apparels, Clothing Accessories, and Other Textile Articles (HS61, 62, 63)

HS Code	Necessary processes to obtain originating status in a Party	
	Knitting/Crocheting/ Weaving process	Making up process
61.01-61.17 62.01-62.17	Required*	Required
63.01-63.10	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.