



SIMPLIFICATION OF THE RULES OF ORIGIN WITH THE EU

Importance of the Decision

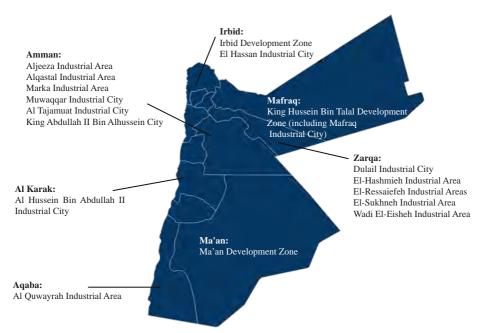
The decision of the European Union (EU)-Jordan Association committee to simplify rules of origin was signed on 19 July 2016 and entered into force immediately, and it will be valid until 31 December 2026. According to the decision, relaxed rules of origin will be applied to exports of Jordanian origin that are manufactured in designated development zones and



industrial areas and estates in Jordan, including 50 Harmonized System (HS) chapters for industrial products. This will allow the majority of Jordanian products to access the EU market, which is expected to create job opportunities for Jordanians due to increased exports and investments.

Who Benefits?

The EU decision applies to factories in 18 designated development zones and industrial areas and estates (as illustrated in the map below), which employ Jordanians as well as a specific percentage of Syrian refugees.



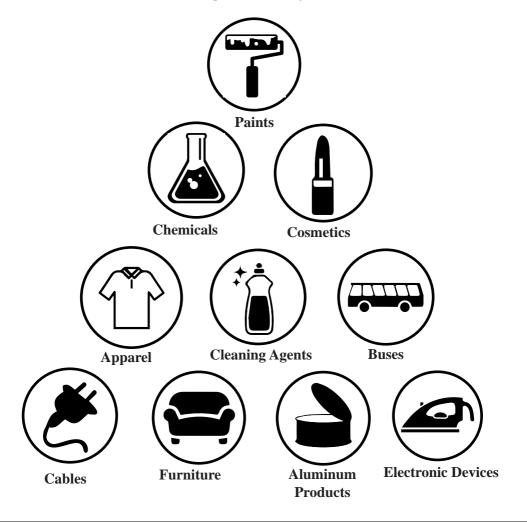
Development zones and industrial areas and estates eligible to benefit from relaxed EU Rules of Origin under the agreement.

Syrian Labor Percentage

To benefit from the decision, factories are required to employ not less than 15% of Syrian refugees of their labor in the first two years from the decision's entry into force, and this percentage will be 25% starting from the third year.

Industrial Products covered by the Decision

The relaxed rules of origin will be applied to a list of industrial products that are manufactured in the designated zones, and includes apparel, electric and electronic appliances, cables, furniture, buses, cement, precious metals, paints, cosmetics, cleaning agents and soaps, chemicals, stone and marble, and plastics. The table in the last section lists the 50 HS chapters benefiting from the decision.



How to Benefit from the Decision

Factories that wish to export under the relaxed rules of origin are required to fill out the designated application form which is available on the websites of the Ministry of Industry, Trade and Supply and the Chambers of Industry. The application form includes information about the factory to be verified by the relevant entities. If the factory meets all requirements under the new decision and is deemed eligible to benefit from the relaxed rules of origin, an Authorization Number is granted for the factory. This Authorization Number should be listed on the EUR 1 – EUR-MED Movement Certificate used under the EU-Jordan Association Agreement.

Print out the application form available on the websites of the Ministry of Industry, Trade and Supply and Chambers of Industry.

Fill out the application form and attach all required documents.

Contact Jordan Customs to verify that the products fall within the 50 exempted HS chapters.

Contact the Ministry of Labor to verify labor information and the percentage of Syrians.

Contact the Ministry of Municipal Affairs, Jordan Investment Commission, Greater Amman Municipality or Jordan Industrial Estate Company to verify the geographical location of the factory and whether it falls within one of the 18 designated zones.

Contact local Chambers of Industry to provide evidence that the products meet the required rules of origin; attest that the information provided in the application form is accurate and that any documentation requested by relevant authorities will be presented; and provide written approval to accept any inspection on the factory to verify requirements.

Submit the application form to the Ministry of Industry, Trade and Supply, which will in turn verify the application and the supporting documents, and upon approving the application, communicate with Jordan Customs to issue a unique Authorization Number for the factory.

The Ministry of Industry, Trade and Supply will contact the factory and relevant authorities to inform them that the application has been approved and that an Authorization Number has been issued.

List of Chapters Benefiting from the Decision

SN	HS Chapter	Description
1	'25	Salt; sulphur; earths and stone; plastering materials, lime and cement
2	'27	Mineral fuels, mineral oils and products of their distillation; bituminous substances; mineral waxes
3	'28	Inorganic chemicals; organic or inorganic compounds of precious metals, of rare-earth metals, of radioactive elements or of isotopes
4	'29	Organic Chemicals
5	'31	Fertilisers
6	'32	Tanning or dyeing extracts; tannins and their derivatives; dyes, pigments and other colouring paints, varnishes, putty and mastics
7	'33	Essential oils and resinoids; perfumery, cosmetic or toilet preparations
8	'34	Soap, organic surface-active agents, washing preparations, lubricating preparations, artificial artificial waxes, prepared waxes, polishing or scouring preparations, candles and similar articles, modeling pastes, "dental waxes" and dental preparations with a basis of plaster
9	'35	Albuminoidal substances; modified starches; glues; enzymes
10	'37	Photographic or cinematographic goods
11	'38	Miscellaneous chemical products
12	'39	Plastics and articles thereof
13	'40	Rubber and articles thereof
14	'41	Raw hides and skins (other than furskins) and leather
15	'42	Articles of leather; saddlery and harness; travel goods, handbags and similar containers; articles of animal gut (other than silkworm gut)
16	'43	Furskins and artificial fur; manufactures thereof
17	'44	Wood and articles of wood; wood charcoal
18	'51	Wool, fine or coarse animal hair; horsehair yarn and woven fabric
19	'54	Man-made filaments; strip and the like of man-made textile materials
20	'55	Man-made staple fibres

List of Chapters Benefiting from the Decision

SN	HS Chapter	Chapter Description
21	'56	Wadding, felt and nonwovens; special yarns; twine, cordage, ropes and cables and articles thereof
22	'57	Carpets and other textile floor coverings
23	'58	Special woven fabrics; tufted textile fabrics; lace; tapestries; trimmings; embroidery
24	'59	Impregnated, coated, covered or laminated textile fabrics; textile articles of a kind suitable for industrial use
25	'60	Knitted or crocheted fabrics
26	'61	Articles of apparel and clothing accessories, knitted or crocheted
27	'62	Articles of apparel and clothing accessories, not knitted or crocheted
28	'63	Other made-up textile articles; sets; worn clothing and worn textile articles; rags
29	'64	Footwear, gaiters and the like; parts of such articles
30	'65	Headgear and parts thereof
31	'68	Articles of stone, plaster, cement, asbestos, mica or similar materials
32	'69	Ceramic products
33	'70	Glass and glassware
34	'71	Natural or cultured pearls, precious or semi-precious stones, precious metals, metals clad with precious metal and articles thereof; imitation jewelry; coin
35	'73	Articles of iron or steel
36	'74	Copper and articles thereof
37	'76	Aluminum and articles thereof
38	'78	Lead and articles thereof
39	'80	Tin and articles thereof
40	'82	Tools, implements, cutlery, spoons and forks, of base metal; parts thereof of base metal
41	'83	Miscellaneous articles of base metal

List of Chapters Benefiting from the Decision

SN	HS Chapter	Chapter Description
42	'84	Nuclear reactors, boilers, machinery and mechanical appliances; parts thereof
43	'85	Electrical machinery and equipment and parts thereof; sound recorders and reproducers, television image and sound recorders and reproducers, and parts and accessories of such articles
44	'86	Railway or tramway locomotives, rolling stock and parts thereof; railway or tramway track fixtures and fittings and parts thereof; mechanical (including electro-mechanical) traffic signaling equipment of all kinds
45	'87	Vehicles other than railway or tramway rolling stock, and parts and accessories thereof
46	'90	ptical, photographic, cinematographic, measuring, checking, precision, medical or surgical instruments and apparatus; parts and accessories thereof
47	'91	Clocks and watches and parts thereof
48	'94	Furniture; bedding, mattresses, mattress supports, cushions and similar stuffed furnishings; lamps and lighting fittings, not elsewhere specified or included; illuminated sign illuminated nameplates and the like; prefabricated buildings
49	'95	Toys, games and sports requisites; parts and accessories thereof
50	'96	Miscellaneous manufactured articles

