

Relaxation of the Rules of Origin

April 2011
Embassy of Japan

— Highlights —

Japan relaxes its GSP preferential rules of origin on textile and clothing products in order to expand opportunities for developing countries (including Bangladesh) to utilize Japan's GSP scheme.

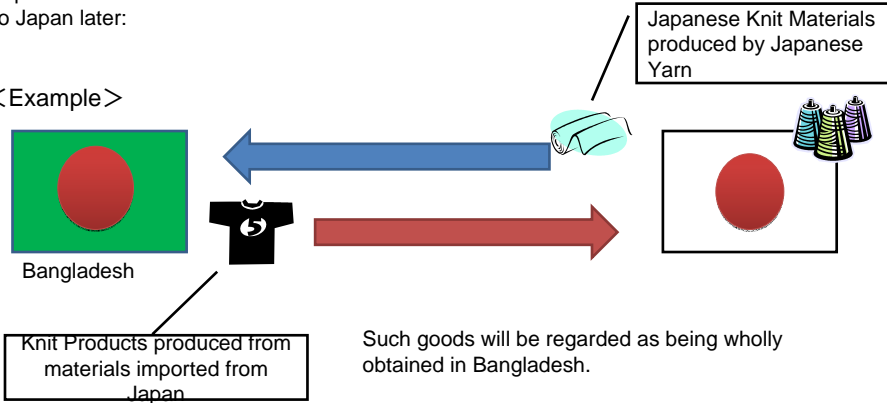
Main Parts of the Revision

- ① Applications of “Donor Country Content Rule”
- ② Relaxation of the Rules of Origin for Knit Apparel Products (HS Chapter 61)
- ③ Introduction of “De Minimis (DMI)” for Textiles and Textile Articles

① Application of "Donor Country Content Rule" : Use of materials imported from Japan

In application of the origin criteria, the following special treatment will be given, to the materials imported from Japan into Bangladesh and used there in the production of goods to be exported to Japan later:

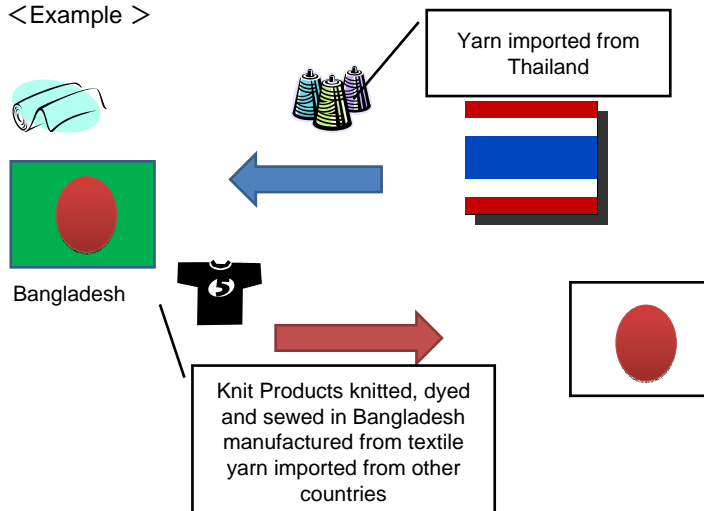
<Example>



② Relaxation of the Rules of Origin on Knit Products (1)

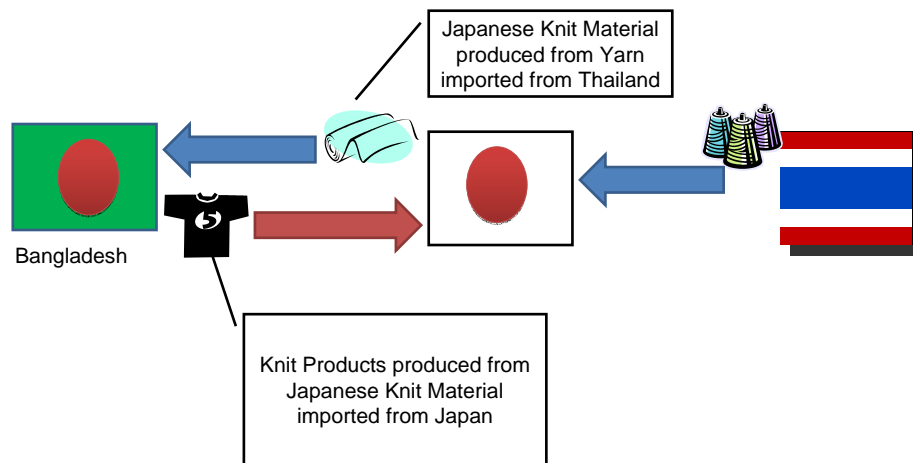
Relaxation of the rules of origin on concerned knit apparel (HS code 61) products from 3 stages to 2 stages, namely 1) knitting and dyeing and 2) sewing

<Example>



② Relaxation of the Rules of Origin on Knit Products (2)

<Example for Application of “2 stages” and “Donor Country Content Rule”>



③ Introduction of “De Minimis (DMI)” for Textiles and Textile Articles

Non-originating materials used in the production of a good classified under Chapter 50 through 63 the Harmonized System that do not satisfy an applicable rule for the good shall be disregarded, provided that the totality of such non-originating materials does not exceed 10 percent in weight of the good

<Example of applying “De Minimis”>

