For information On 18 October 2005

# LEGISLATIVE COUNCIL PANEL ON COMMERCE AND INDUSTRY

# MAINLAND AND HONG KONG CLOSER ECONOMIC PARTNERSHIP ARRANGEMENT (CEPA) THIRD PHASE OF TRADE LIBERALIZATION

#### INTRODUCTION

This note informs members of the Legislative Council Commerce and Industry Panel on the outcome of the Administration's discussions with the Mainland on the third phase of CEPA (CEPA III) on further liberalization of trade in goods and services.

#### **BACKGROUND**

2. The Mainland and Hong Kong signed the main text of CEPA on 29 June 2003 and its Supplement on 27 October 2004 (CEPA I and CEPA II). Pursuant to Article 3 of CEPA regarding its further development, the two sides agree to broaden and enrich the content of CEPA through continuous and further reciprocal liberalization. In this connection, consultations with the Central People's Government on CEPA III were launched early this year. After months of continued and intensive exchanges, the two sides signed the legal text of CEPA III (Annex) on 18 October 2005 in Hong Kong. Key liberalizations measures on trade in goods and trade in services under CEPA III are highlighted in paragraphs 3 to 10 below.

#### **DETAILS**

#### (A) Trade in Goods

3. The Mainland agrees to give all products of Hong Kong origin tariff free treatment starting from 1 January 2006 except for prohibited articles and the articles that are subject to special commitments of the Mainland under its international agreements (such as used or waste electrical machinery and medical/surgical products, chemical residual, municipal waste, tiger bone and rhinoceros horn), upon applications by

local manufacturers and upon the CEPA rules of origin (ROOs) being agreed and met.

- 4. In respect of products in which Hong Kong traders have expressly indicated interest before the launch of CEPA III consultations, their ROOs (covering 261 Mainland tariff lines) have already been worked out. The overwhelming majority of the agreed ROOs basically resemble the liberal rules adopted in CEPA I and II.
- 5. In respect of the products that are of no interest to Hong Kong traders for the time being, the two sides have agreed that their relevant ROOs will be jointly worked out twice a year (instead of once a year under CEPA I and II) after 2005 on application by the trade. This will provide further flexibility to interested manufacturers.
- 6. The Mainland also agrees to amend the existing ROOs with a view to waiving the 30% value adding requirement for watches of Hong Kong brand names.
- 7. Also featured in the CEPA III package is the exemption of textiles and clothing products under Hong Kong's Outward Processing Arrangement (OPA) from the Mainland's regime of export duty imposed early this year as a result of the special safeguard measures of the US and the EU. The exemption has already taken effect.

#### (B) Trade in Services

8. Under CEPA III, there are 23 liberalization measures spreading across 10 areas, namely legal, accounting, audiovisual, construction, distribution, banking, securities, tourism, transport and individually owned stores. Details are outlined in the Annex. Some of liberalization measures are highlighted below:

**Audiovisual** - to allow each company set up in the Mainland by Hong Kong service suppliers on a wholly owned basis to build and operate more than one cinema in different places.

**Tourism** - to lower the turnover thresholds for setting up travel agencies in the Mainland.

**Legal service** - to allow Hong Kong legal representative offices to enter into association with Mainland law firms in different cities of the same province; and to allow Hong Kong people practicing law in the Mainland to be employed at the same time by a law firm outside the Mainland.

**Construction and engineering** - in assessing the qualification of Hong Kong consultants, the Mainland will take into account the experience and track records of these firms in Hong Kong as well; to relax the residence requirements of Hong Kong professional and technical staff employed in the Mainland; and to relax the requirements regarding the employment of Hong Kong residents qualified as certified architects or certified engineers by Hong Kong consultants.

**Banking** - to allow more flexibility for branches of Hong Kong banks in the Mainland in fulfilling the requirement on the level of operating funds, which is to be assessed on an aggregate basis.

- 9. In accordance with Article 5 of Annex 4 of CEPA, Hong Kong will not impose any new discriminatory measures on Mainland's services and service suppliers in the areas covered by CEPA. This commitment will also be applicable to CEPA III. Likewise, Hong Kong service suppliers will be eligible for the preferences of CEPA III in accordance with the same qualifying criteria in Annex 5 of CEPA as supplemented by relevant provisions, if any, in CEPA II and III.
- 10. All the liberalization measures will take effect on 1 January 2006, and the Mainland will work out and promulgate the necessary implementation rules and regulations as appropriate.

#### (C) Trade and Investment Facilitation

11. The two sides agree that trade and investment facilitation plays a crucial role in the successful implementation of CEPA. Many of the measures under CEPA III have been worked out with the intention to enhance the flow of trade and investment between the two places. The exemption of OPA textiles and clothing products from export duties (see paragraph 7 above) and the permission for certain types of Mainland securities and futures companies to establish subsidiaries in Hong Kong (see Article 3 of Annex) are cases in point.

#### (D) Further Liberalization

12. CEPA is an open and developing platform. We will seek to engage the Mainland authorities on further liberalization of trade in goods and services in due course.

#### IMPLICATIONS OF IMPLEMENTATION

- 13. CEPA has been offering new business opportunities in the Mainland for Hong Kong businesses and service suppliers, enhancing the attractiveness of Hong Kong to overseas investors. The zero import tariff preference, including the adoption of more flexible ROOs for watches, has the potential to attract to Hong Kong manufacturing of brand name products, or manufacturing process with high-value added content or substantial intellectual property input. The Administration's study on the economic impact of CEPA I revealed that the overwhelming majority of respondents considered that CEPA I was beneficial to the Hong Kong economy. About 29,000 new jobs have been and are forecast to be created for Hong Kong in the first two years of implementing CEPA I (including the "Individual Visit Scheme").
- 14. Trade and Industry Department and the Customs & Excise Department will continue to carry out the part of CEPA work related to the certification of goods of Hong Kong origin and of Hong Kong service suppliers. Relevant policy bureaux and departments will be involved in the implementation of those parts of CEPA III under their purview.

#### **CONSULTATION**

- 15. We have been in touch with the business and professional communities in formulating the strategy for CEPA III. Their views and requests have been taken into account in drawing up Hong Kong's wish list in this phase of consultations with the Mainland. We will stay in close and constant dialogue with the stakeholders in the implementation of the further liberalization measures and in talks with the Mainland on any new phases of CEPA.
- 16. We will continue to keep the Panel informed of the major developments of CEPA.

Commerce, Industry and Technology Bureau October 2005

## <Courtesy English Translation: 18 October 2005>

# Supplement II to the Mainland and Hong Kong Closer Economic Partnership Arrangement

To further enhance the level of economic and trade exchanges and cooperation between the Mainland<sup>1</sup> and the Hong Kong Special Administrative Region (hereinafter referred to as "Hong Kong"), and pursuant to:

the Mainland and Hong Kong Closer Economic Partnership Arrangement (hereinafter referred to as "CEPA") signed on 29 June 2003 and its Annexes signed on 29 September 2003;

the Supplement to the Mainland and Hong Kong Closer Economic Partnership Arrangement (hereinafter referred to as "Supplement to the CEPA") signed on 27 October 2004;

the two sides agreed to sign this Supplement II to the CEPA on further liberalization of trade in goods and trade in services in the Mainland for Hong Kong and financial cooperation of both sides.

#### 1. Trade in Goods

(1) From 1 January 2006, the Mainland shall fully implement zero tariff on imported goods of Hong Kong origin<sup>2</sup>. Imported goods subject to zero tariff must fulfill the rules of origin confirmed after consultation by both sides.

The rules of origin for imported goods of Hong Kong origin for which consultations were completed by both sides in 2005 are listed in Annex 1 of this Supplement II to the CEPA. Annex 1 of this Supplement II to the CEPA is a supplement to Table 1 of Annex 2 of "CEPA" — "Schedule on Rules of Origin of Hong Kong Goods Subject to Tariff Preference for Trade in Goods".

<sup>1</sup> In "CEPA", the "Mainland" refers to the entire customs territory of China.

<sup>&</sup>lt;sup>2</sup> Imported goods do not include those prohibited by the Mainland's rules and regulations and those prohibited as a result of the implementation of international treaties by the Mainland, as well as products that the Mainland has made special commitments in relevant international agreements.

Both sides agree to amend the detailed implementation procedures in Article 5 of Annex 1 of "CEPA" – "Arrangements for Implementation of Zero Tariff on Trade in Goods" as follows:

## "(1) Submission

- 1. From 1 January 2006, Hong Kong manufacturers may submit the list of goods subject to zero tariff to the Hong Kong Trade and Industry Department.
- 2. The Hong Kong Trade and Industry Department should, prior to 1 March and 1 September each year respectively, submit the list of goods verified and certified in accordance with relevant rules of the Hong Kong Special Administrative Region Government to the Ministry of Commerce.

## (2) Consultation and Promulgation

The Ministry of Commerce shall confirm and then pass the list of goods to the Customs General Administration. The Customs General Administration and the Hong Kong Trade and Industry Department shall enter into consultation on the rules of origin for the relevant goods. The two sides shall complete the consultations on the rules of origin before 1 June and 1 December each year respectively, add the rules of origin of the relevant goods to Table 1 of Annex 2 of 'CEPA', and promulgate them.

# (3) Implementation

The Mainland shall, no later than 1 July of the same year and 1 January of the following year respectively, allow the entry of the relevant goods tariff free in line with 'CEPA' upon presentation of the certificates of origin issued by the Hong Kong issuing authorities."

(2) Article 5 of Annex 2 of "CEPA" – "Rules of Origin for Trade in Goods" is amended as follows:

- "5. On the criteria for 'substantial transformation' set out in Article 2 (2) of this Annex, the two sides agree on the following:
  - (1) the criteria for determining 'substantial transformation' may include 'manufacturing or processing operations', 'change in tariff heading', 'value-added content', 'other criteria' or 'mixed criteria';
    - 'manufacturing or processing operations' refers to the principal manufacturing or processing operations carried out in the area of one side which confer essential characteristics to the goods derived after the operations;
    - 2. 'change in tariff heading' refers to the processing and manufacturing operations of non-originating materials carried out in the area of one side and resulting in a product of a different four-digit tariff heading under the 'Product Description and Harmonized System Codes'. Moreover, no production, processing or manufacturing operations will be carried out in countries or territories other than that side which will result in a change in the four-digit tariff heading;
    - 3. 'value-added content' refers to the total value of raw materials, component parts, labour costs and product development costs exclusively incurred in one side being greater than or equal to 30% of the FOB value of the exporting goods, and that the final manufacturing or processing operations should be completed in the area of that side. The formula for calculation is as follows:

value of raw materials + value of component parts +
labour costs + product development costs
x 100% ≥ 30%
FOB value of the exporting goods

(i) 'product development' refers to product development carried out in the area of one side for the purposes of

producing or processing the exporting goods. Development expenses incurred should be related to the exporting goods. These expenses include fees payable for the development of designs, patents, patented technologies, trademarks or copyrights (collectively "these rights") carried out by the manufacturer himself, fees payable to a natural or legal person in the area of one side for undertaking development of these rights, and fees payable for purchasing these rights owned by a natural or legal person in the area of one side. The fees payable be clearly identifiable under generally should accepted accounting principles and the requirements of 'Agreement on Implementation of Article VII of the General Agreement on Tariffs and Trade 1994';

- (ii) calculation of the above 'value-added content' will be consistent with generally accepted accounting principles and the 'Agreement on Implementation of Article VII of the General Agreement on Tariffs and Trade 1994';
- 4. 'other criteria' refers to methods agreed by both sides in determining 'substantial transformation', other than 'manufacturing or processing operations', 'change in tariff heading' and 'value-added content' as set out above.
- 5. 'mixed criteria' refers to the use of two or more of the above criteria in determining origin.
- (2) 'other additional conditions: if the 'substantial transformation' criteria set out in paragraph (1) above are not adequate for determining origin, additional conditions can be used (such as brand requirement, etc) upon agreement by both sides."

#### 2. Trade in Services

- (1) From 1 January 2006, the Mainland shall further relax the market access conditions in the areas of legal, accounting, audiovisual, construction, distribution, banking, , tourism, transport and individually owned stores on the basis of the services liberalization commitments under "CEPA" and "Supplement to the CEPA". The specific contents are detailed in Annex 2 of this Supplement II to the CEPA.
- (2) Annex 2 of this Supplement II to the CEPA is a supplement and amendment to Table 1 of Annex 4 of "CEPA" "The Mainland's Specific Commitments on Liberalization of Trade in Services for Hong Kong" and Annex 3 of "Supplement to the CEPA"-"Supplements and Amendments to the Mainland's Specific Commitments on Liberalization on Trade in Services for Hong Kong". In the event of conflict with the provisions of the other two instruments, the provisions of Annex 2 of this Supplement II to the CEPA shall prevail.
- (3) "Service suppliers" as referred to in Annex 2 of this Supplement II to the CEPA should meet the relevant requirements of Annex 5 of "CEPA" "Definition of "Service Supplier" and Related Requirements".

# 3. Financial Cooperation

- (1) The Mainland shall allow qualified Mainland securities companies which belong to the pilot innovation type to set up subsidiaries in Hong Kong in accordance with the relevant requirements.
- (2) The Mainland shall allow qualified Mainland futures companies to operate futures business in Hong Kong, including the setting up of subsidiaries.

#### 4. Annexes

The Annexes to this Supplement II to the CEPA form an integral part of this Supplement II to the CEPA.

## 5. Coming into Effect

This Supplement II to the CEPA shall come into effect on the day of signature by the representatives of the two sides.

Signed in duplicate in Hong Kong, this 18th day of October, 2005 in the Chinese language.

Vice Minister of Commerce

**Financial Secretary** 

People's Republic of China

Hong Kong Special Administrative Region of the People's Republic of China

(signature)

(signature)

# <Courtesy English Translation: 18 October 2005>

# <u>Annex 1</u>:

# Schedule on Rules of Origin of Hong Kong Goods Subject to Tariff Preference for Trade in Goods in 2006 (I)

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
1	03053000	Fish fillets, dried, salted or in brine	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.
2	03055990	Other fish, dried	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.
3	03056910	Scabber fish, salted or in brine	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
4	03056920	Yellow croaker, salted or in brine	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.
5	03056930	Butterfish, salted or in brine	Processing any products from the following items (1) $-(3)$ in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.
6	03056940	Tilapia, salted or in brine	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the high seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
7	03056990	Other fish, salted or in brine	Processing any products from the following items (1) – (3) in Hong Kong; or processing the products from the following item (3) on vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government:
			(1) born and bred in Hong Kong;
			(2) fish and other marine products obtained in Hong Kong waters or China waters in the South China Sea (except Beibu Wan);
			(3) fish and other marine products obtained in the hig seas by vessels holding a Hong Kong licence and approved by the fisheries authority of the Central Government.
8	04029100	Milk and cream, not in solid form, concentrated but not containing added sugar	Processed from fresh milk. The principal processes are mixing, sterilization and cooling.
9	12112010	American ginseng, fresh or dried	American ginseng harvested or collected in Hong Kong.
10	18062000	Food preparations containing cocoa, in immediate packings of a content > 2kg	Manufactured from sugar. The principal processes are mixing, boiling and forming. If flavouring is required, it must also be done in Hong Kong.
11	20093110	Lemon juice, of a Brix value not exceeding 20	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
12	20093190	Other orange juice, not mixed, of a Brix value not exceeding 20	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
13	20098011	Coconut milk	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
14	20098012	Mango juice	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
15	20098013	Passionfruit juice	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
16	20098014	Guava juice	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
17	20098019	Other fruit juice, not mixed	Processed from fruits. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
18	20098020	Other vegetable juice, not mixed	Processed from vegetables. The principal processes are squeezing, mixing, preserving, flavouring and dissolving.
19	21021000	Active yeasts	Manufactured from yeasts. The principal processes are fermentation, filtration, autolyzing and drying.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
20	22019010	Natural waters	(a) Manufactured from water in its natural state. The principal processes are purification and sterilisation; and
			(b) to fulfil the value-added content requirement.
21	22019090	Other waters, ice and snow	(a) Manufactured from water in its natural state. The principal processes are purification and sterilisation; and
			(b) to fulfil the value-added content requirement.
22	23099010	Preparations for use in making the complete feeds or supplementary feeds.	Manufactured from food residues, nutrients and other chemical ingredients. The principal processes are sorting, grinding, weighting and mixing.
23	23099090	Other animal feedings	Manufactured from food residues, nutrients and other chemical ingredients. The principal processes are sorting, grinding, weighting and mixing.
24	25201000	Gypsum, anhydrite	Change in Tariff Heading.
25	25231000	Cement clinkers, coloured or not coloured	Change in Tariff Heading.
26	29161500	Oleic, linoleic or linolenic acid, their salts and esters	Manufactured from crude oil. The principal process is refining.
27	32149000	Non-refractory surfacing preparations for facades, indoor walls, floors, ceilings or the like	Manufactured from chemical reaction of natural or chemical materials.
28	37025300	Unexposed photographic film in rolls, of a width exceeding 16 mm but not exceeding 35 mm and of a length not exceeding 30 m, for slides, using materials other than paperboards and textiles	Manufacture of sensitizing emulsion from chemical ingredients. The principal processes are manufactur of sensitizing emulsion, coating, drying, finishing and cutting.
29	37025410	Unexposed photographic film in rolls, of a width 35 mm and of a length not exceeding 2 m, not for slides, using materials other than paperboards and textiles	Manufacture of sensitizing emulsion from chemical ingredients. The principal processes are manufactur of sensitizing emulsion, coating, drying, finishing and cutting.
30	37025490	Unexposed photographic film in rolls, of a width exceeding 16 mm but not exceeding 35 mm and of a length exceeding 2 m but not exceeding 30 m, not for slides, using materials other than paperboards and textiles	

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
31	37032010	Photographic paper and paperboard, sensitized, unexposed, not in rolls, or with a width not exceeding 610 mm	Manufacture of sensitizing emulsion from chemical ingredients. The principal processes are manufacture of sensitizing emulsion, coating, drying, finishing and cutting.
32	37032090	Photographic textiles, sensitized, unexposed, not in rolls, or with a width not exceeding 610 mm	Manufacture of sensitizing emulsion from chemical ingredients. The principal processes are manufacture of sensitizing emulsion, coating, drying, finishing and cutting.
33	38220010	Prepared diagnostic or laboratory reagents on a backing, other than those of heading 31.02 or 32.06	Manufactured from biological or chemical ingredients The principal process is producing the product by synthetic process of chemical transformation.
34	38220090	Prepared diagnostic or laboratory reagents whether or not on a backing, other than those of heading 32.02 or 32.06	Manufactured from biological or chemical ingredients The principal process is producing the product by synthetic process of chemical transformation.
35	38231200	Oleic acid	Manufactured from crude oil. The principal process is refining.
36	38245000	Non-refractory mortars and concretes	Manufactured from chemical reaction of natural or chemical materials.
37	39013000	Ethylene-vinyl acetate copolymers in primary forms	Change in Tariff Heading.
38	39023010	Ethylene-propylene copolymers in primary forms (ethylene-propylene, propylene monomers > ethylene monomers )	Change in Tariff Heading.
39	39023090	Other propylene copolymers in primary forms	Change in Tariff Heading.
40	39199010	Other encapsulant reflective film	(1) Manufactured from rubber or plastics. The principal process is moulding; or
			(2) Manufactured from plastics/plastic granules or sheetings. The principal processes are pressing and cutting.
41	39199090	Other self-adhesive plates, sheets, films or the like.	(1) Manufactured from rubber or plastics. The principal process is moulding; or
			(2) Manufactured from plastics/plastic granules or sheetings. The principal processes are pressing and cutting.
42	39211290	Cellular plates, sheets, belts, foils and strips, of polymers	(1) Manufactured from rubber or plastics. The principal process is moulding; or
		of vinyl chloride	(2) Manufactured from plastics/plastic granules or sheetings. The principal processes are pressing and cutting.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
43	39249000	Other household and toilet articles, of plastics	(1) Manufactured from rubber or plastics. The principal process is moulding; <u>or</u>
			(2) Manufactured from plastics/plastic granules or sheetings. The principal processes are pressing and cutting.
44	52083100	Woven fabrics of cotton, plain weave, weighing not	Manufactured from yarn. The principal process is weaving or knitting; or
		more than 100 g/ sq. m., dyed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
45	52085100	Woven fabrics of cotton, plain weave, weighing not	Manufactured from yarn. The principal process is weaving or knitting; or
		more than 100 g/ sq. m., printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
46	52085200	Woven fabrics of cotton, plain weave, weighing	Manufactured from yarn. The principal process is weaving or knitting; or
		more than 100 g but not more than 200 g/ sq. m., printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
47	52085300	Woven fabrics of cotton, 3-thread or 4-thread twill,	Manufactured from yarn. The principal process is weaving or knitting; or
		including cross-twill, weighing not more than 100 g/ sq. m., printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking shearing, brushing, glazing, schreinering, moiring permanent embossing.
48	52095100	Woven fabrics of cotton, containing 85% or more by	Manufactured from yarn. The principal process is weaving or knitting; or
more	weight of cotton, weighing more than 200g /sq.m., plain weave, printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking shearing, brushing, glazing, schreinering, moiring permanent embossing.	

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
49	52095200	Woven fabrics of cotton, containing 85% or more by weight of cotton, weighing more than 200g /sq.m., 3-thread or 4-thread twill, including cross-twill, printed	Manufactured from yarn. The principal process is weaving or knitting; or  Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
50	52095900	Other woven fabrics of cotton, containing 85% or more by weight of cotton, weighing more than 200g /sq.m., printed	Manufactured from yarn. The principal process is weaving or knitting; or  Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
51	54078200	Woven fabrics of synthetic filament yarn, mixed with cotton, dyed	Manufactured from yarn. The principal process is weaving or knitting; or  Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
52	54082210	Woven fabric of yarns of viscose rayon, dyed	Manufactured from yarn. The principal process is weaving or knitting; or  Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
53	54082220	Woven fabric of yarns of cellulose acetate, dyed	Manufactured from yarn. The principal process is weaving or knitting; or  Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
54	54082290	Woven fabric of yarns of other artificial filament,	Manufactured from yarn. The principal process is weaving or knitting; or
		dyed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
55	54082410	Woven fabric of yarns of viscose rayon, printed	Manufactured from yarn. The principal process is weaving or knitting; or
			Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
56	54082420	Woven fabric of yarns of cellulose acetate, printed	Manufactured from yarn. The principal process is weaving or knitting; or
			Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
57	54082490	Woven fabric of yarns of other artificial filament,	Manufactured from yarn. The principal process is weaving or knitting; or
		printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
58	55161400	Woven fabrics of artificial staple fibres mixed with	Manufactured from yarn. The principal process is weaving or knitting; or
		man-made filaments, printed	Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
59	56031210	25g <per m.≤70g<br="" sq.="">non-wovens of man-made filaments, impregnated, coated, covered or laminated</per>	Change in Tariff Heading.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
60	56031290	25g <per filaments<="" m.≤70g="" man-made="" non-wovens="" of="" other="" sq.="" td=""><td>Change in Tariff Heading.</td></per>	Change in Tariff Heading.
61	58012500	Warp pile fabrics, cut	Manufactured from yarn. The principal process is weaving or knitting; or
			Finishing of imported or locally made grey fabrics. The principal processes are (a) scouring; and (b) bleaching or mercerising; and (c) printing or dyeing (including optical whitening); and (d) any one of the following processes: resinfinish, pre-shrinking, shearing, brushing, glazing, schreinering, moiring, permanent embossing.
62	61031100	Men's or boy's suits, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
63	61031200	Men's or boy's suits, knitted or crocheted, of synthetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
64	61031900	Men's or boy's suits, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
65	61032100	Men's or boys' ensembles, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
66	61032200	Men's or boys' ensembles, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
67	61032300	Men's or boys' ensembles, knitted or crocheted, of synthetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
68	61034100	Men's or boys' trousers and overalls, etc., knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
69	61034200	Men's or boys' trousers and overalls, etc., knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
70	61034300	Men's or boys' trousers, knitted or crocheted, of synthetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
71	61034900	Men's or boys' trousers, knitted or crocheted, of other textile materials	<u>Cut-and-sewn</u> Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
72	61041100	Women's or girls' suits, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
73	61041200	Women's or girls' suits, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
74	61041300	Women's or girls' suits, knitted or crocheted, of syntheic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
75	61041900	Women's or girls' suits, knitted or crocheted, of other textile materials	<u>Cut-and-sewn</u> Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
76	61042100	Women's or girls'ensembles, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
77	61042200	Women's or girls'ensembles, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
78	61042300	Women's or girls'ensembles, knitted or crocheted, of synethetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
79	61042900	Women's or girls'ensembles, knitted or crocheted, of other textile materials	
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
80	61044400	Dresses, knitted or crocheted, of artificial fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
81	61046100	Women's or girls' trousers, overalls, etc. knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
82	61046300	Women's or girl's trousers, knitted or crocheted, of synthetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
83	61046900	Women's or girl's trousers, etc., knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
84	61071200	Men's or boys' underpants and briefs, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
85	61071910	Men's or boys' underpants and briefs, knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
86	61071990	Men's or boys' underpants and briefs, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
87	61072100	Men's or boys' nightshirts and pyjamas, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
88	61072200	Men's or boys' pyjamas, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
89	61072910	Men's or boys' nightshirts and pyjamas, knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
90	61072990	Men's or boys' nightshirts and pyjamas, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
91	61079100	Men's or boys' bathrobes, dressing gowns, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
92	61079200	Men's or boys' bathrobes, dressing gowns, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
93	61081100	Slips and petticoats, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
94	61081910	Women's or girls' slips and petticoats, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
95	61081920	Women's or girls' slips and petticoats, knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
96	61081990	Women's or girls' slips and petticoats, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
97	61082910	Women's or girls' briefs and panties, knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
98	61082990	Women's or girls' briefs and panties, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
99	61083910	Women's or girls' nightdresses and pyjamas, knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
100	61083990	Women's or girls' nightdresses and pyjamas, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
101	61089100	Women's or girls' bathrobes, dressing gowns, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
102	61089200	Women's or girls' bathrobes, dressing gowns, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
103	61089900	Women's or girls' bathrobes, dressing gowns, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
104	61099010	T-shirts, singlets, etc., knitted or crocheted, of silk and silk waste	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
105	61111000	Babies' garments and accessories, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/process must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panel into garment. If stitching is required, it must albe done in Hong Kong.
			Babies' clothing accessories
			(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal proces is knitting.
106	61113000	Babies' garments and accessories, knitted or crocheted, of synthetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/process must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal proces is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panel into garment. If stitching is required, it must albe done in Hong Kong.
			Babies' clothing accessories
			(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is knitting.
107	61119000	Babies' garments and accessories, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/process must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal proces is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panel into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
108	61121100	Track suits, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
109	61121200	Track suits, knitted or crocheted, of synethetic fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
110	61121900	Track suits, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
111	61123900	Men's or boys' swimwear, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
112	61124900	Women's or girls' swimwear, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
113	61130000	Coated garments made up of knitted or crocheted fabrics	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
114	61141000	Other garments, knitted or crocheted, of wool	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
115	61142000	Other garments, knitted or crocheted, of cotton	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
116	61143000	Other garments, knitted or crocheted, of man-made fibres	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			<u>Piece-knitted</u>
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
117	61149000	Other garments, knitted or crocheted, of other textile materials	Cut-and-sewn Assembly of parts into garment. The principal process is sewing of parts into garment. If linking and/or stitching is/are required, such process/processes must also be done in Hong Kong.
			Piece-knitted
			(1) Manufactured from yarn. The principal process is knitting of yarn into knit-to-shape panel; or
			(2) Manufactured from knit-to-shape panels. The principal process is linking of knit-to-shape panels into garment. If stitching is required, it must also be done in Hong Kong.
118	61151100	Panty hose, etc., of synthetic fibres, measuring per single yarn less than 67 decitex	Manufactured from yarn. The principal processes are knitting, weaving and sewing.
119	61159100	Socks and other hosiery, knitted or crocheted, of wool	Manufactured from yarn. The principal process is weaving or knitting.
120	61159200	Socks and other hosiery, knitted or crocheted, of cotton	Manufactured from yarn. The principal process is weaving or knitting.
121	61159300	Socks and other hosiery, knitted or crocheted, of synthetic fibres	Manufactured from yarn. The principal process is weaving or knitting.
122	61159900	Socks and other hosiery, knitted or crocheted, of other textile materials	Manufactured from yarn. The principal process is weaving or knitting.
123	61161000	Gloves impregnated with plastics or rubber, knitted or crocheted	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.
124	61169100	Gloves, knitted or crocheted, of wool	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.
125	61169200	Gloves, knitted or crocheted, of cotton	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
126	61169300	Gloves, knitted or crocheted, of synthetic fibres	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.
127	61169900	Gloves, knitted or crocheted, of other textile materials	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.
128	61171000	Shawls, scarves, etc., knitted or crocheted	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is knitting.
129	61172000	Ties and bow ties, knitted or crocheted	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is knitting.
130	61178000	Other clothing accessories, knitted or crocheted	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is knitting.
131	62021210	Women's or girls' padded with feathers or down, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
132	62021290	Women's or girls' overcoats, capes and similar articles, etc., of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
133	62021900	Women's or girls' overcoats, capes and similar articles, etc., of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
134	62032100	Men's or boys' ensembles, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
135	62032200	Men's or boys' ensembles, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
136	62032300	Men's or boys' ensembles, of synthetic fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
137	62032990	Men's or boys' ensembles, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
138	62041100	Women's or girls' suits, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
139	62041200	Women's or girls' suits, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
140	62041300	Women's or girls' suits, of synthetic fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
141	62041910	Women's or girls' suits, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
142	62041990	Women's or girls' suits, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
143	62042100	Women's or girls'ensembles, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
144	62042200	Women's or girls'ensembles, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
145	62042300	Women's or girls'ensembles, of synthetic fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
146	62042990	Women's or girls'ensembles, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
147	62044100	Dresses, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
148	62044200	Dresses, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
149	62044400	Dresses, of artificial fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
150	62044910	Dresses, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
151	62045910	Skirts and divided skirts, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
152	62051000	Men's or boys' shirts, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
153	62059010	Men's or boys' shirts, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
154	62061000	Women's or girls blouses, shirts and shirt-blouses, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
155	62062000	Women's or girls blouses, shirts and shirt-blouses, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
156	62071100	Men's or boys' underpants and briefs, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
157	62071910	Men's or boys' underpants and briefs, of silk	Assembly of parts into garment. The principal process is sewing of parts into garment.
158	62071920	Men's or boys' underpants and briefs, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
159	62071990	Men's or boys' underpants and briefs, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
160	62072100	Men's or boys' nightshirts and pyjamas, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
161	62072200	Men's or boys' nightshirts and pyjamas, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
162	62079200	Men's or boys' bathrobes, dressing gowns and similar articles, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
163	62081100	Slips and petticoats, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
164	62081910	Slips and petticoats, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
165	62081920	Slips and petticoats, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
166	62081990	Slips and petticoats, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
167	62082100	Women's or girls' nightdresses and pyjamas, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
168	62082910	Women's or girls' nighdresses and pyjamas, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
169	62082990	Women's or girls' nighdresses and pyjamas, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
170	62089100	Women's or girls' singlets, underclothes, bathrobes and similar articles, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.
171	62089200	Women's or girls' singlets, underclothes and similar articles, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
172	62089910	Women's or girls' singlets, underclothes and similar articles, of silk	Assembly of parts into garment. The principal process is sewing of parts into garment.
173	62089990	Women's or girls' singlets, underclothes and similar articles, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
174	62091000	Babies' garments and clothing accessories, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.
175	62092090	Babies' garments and clothing accessories, of cotton	Garments Assembly of parts into garment. The principal
			process is sewing of parts into garment.
			Babies' clothing accessories  (1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
176	62093000	Babies' garments and clothing accessories, of synthetic fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria	
177	62099000	Babies' garments and clothing accessories, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.	
178	62101010	Garments made up of nonwovens or felt, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.	
179	62101020	Garments made up of nonwovens or felt, of cotton or bast fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.	
180	62101030	Garments made up of nonwovens or felt, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.	
181	62101090	Garments made up of nonwovens or felt, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.	
182	62102000	Men's or boys' outer garments with plastics, rubber cover, etc.	Assembly of parts into garment. The principal process is sewing of parts into garment.	
183	62103000	Women or girls' outer garments with plastics, rubber cover, etc.	Assembly of parts into garment. The principal process is sewing of parts into garment.	
184	62104000	Other men's or boys' garments with platics, rubber cover, etc.	Assembly of parts into garment. The principal process is sewing of parts into garment.	
185	62105000	Other women's or girls' garments with plastics, rubber cover, etc.	Assembly of parts into garment. The principal process is sewing of parts into garment.	
186	62111100	Men's or boys' swimwear	Assembly of parts into garment. The principal process is sewing of parts into garment.	
187	62111200	Women's or girls' swimwear	Assembly of parts into garment. The principal process is sewing of parts into garment.	
188	62112010	Ski suits, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.	
189	62112090	Ski suits, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.	
190	62113100	Men's or boys' track suits and other garments, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.	
191	62113910	Men's or boys' track suits and other garments, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.	
192	62113990	Men's or boys' track suits and other garments, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.	
193	62114100	Women's or girls' track suits and other garments, of wool	Assembly of parts into garment. The principal process is sewing of parts into garment.	
194	62114200	Women's or girls' track suits and other garments, of cotton	Assembly of parts into garment. The principal process is sewing of parts into garment.	

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
195	62114300	Women's or girls' track suits and other garments, of man-made fibres	Assembly of parts into garment. The principal process is sewing of parts into garment.
196	62114910	Women's or girls' track suits and other garments, of silk and silk waste	Assembly of parts into garment. The principal process is sewing of parts into garment.
197	62114990	Women's or girls' track suits and other garments, of other textile materials	Assembly of parts into garment. The principal process is sewing of parts into garment.
198	62132010	Handkerchiefs, embroidered, of cotton	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal procise weaving.
199	62132090	Other handkerchiefs, of cotton	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal procise weaving.
200	62139090	Handkerchiefs, of other textile materials	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal processis weaving.
201	62141000	Shawls, headbands, mufflers and the like, of silk	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal proc is weaving.
202	62142000	Shawls, headbands, mufflers and the like, of wool	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal proc is weaving.
203	62143000	Shawls, headbands and the like, of synthetic fibres	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal proc is weaving.
204	62144000	Shawls, headbands and the like, of artificial fibres	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal proc is weaving.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
205	62149000	Shawls, headbands and the like, of other textile materials	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
206	62151000	Ties, bow ties and cravats, of silk and silk waste	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
207	62152000	Ties, bow ties and cravats, of man-made fibres	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
208	62159000	Ties, bow ties and cravats, of other textile materials	(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
209	62160000	Gloves, not knitted or crocheted	Assembly of parts into product. The principal process is sewing of cut pieces and parts into gloves and mittens.
210	62171020	Kimono belts, not knitted or crocheted	(1) Manufactured from yarn. The principal processes are weaving and sewing; or
			(2) Assembly of parts into product. The principal process is sewing of cut pieces into product.
211	62171090	Clothing or garment	Belts
		accessories, not knitted or crocheted	(1) Manufactured from yarn. The principal processes are weaving and sewing; or
			(2) Assembly of parts into product. The principal process is sewing of cut pieces into product.
			Clothing accessories
			(1) Assembly of parts into garment parts. The principal process is sewing of cut pieces into garment parts; or
			(2) Manufactured from yarn. The principal process is weaving.
212	63063100	Sails, of synthetic fibres	Manufactured from yarn. The principal process is weaving or knitting; or Manufactured from fabrics. The principal processes are cutting of fabrics and sewing of cut pieces into product

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
213	63079000	Other made-up articles, other	Manufactured from fabrics. The principal processes are cutting of fabrics and sewing of cut pieces into product; or Manufactured from yarn. The principal process is weaving or knitting.
214	73072200	Threaded elbows, bends and sleeves, of stainless steel	Manufactured from metal. The principal process is forming. If punching and/or blanking is/are required, such process/processes must also be done in Hong Kong.
215	73072900	Other tube or pipe fittings, of stainless steel	Manufactured from metal. The principal process is forming. If punching and/or blanking is/are required, such process/processes must also be done in Hong Kong.
216	73110010	Containers for compressed or liquefied gas, of iron or steel	Manufactured from metal. The principal process is forming. If punching and/or blanking is/are required, such process/processes must also be done in Hong Kong.
217	73110090	Other containers for compressed or liquefied gas, of iron or steel	Manufactured from metal. The principal process is forming. If punching and/or blanking is/are required, such process/processes must also be done in Hong Kong.
218	80011000	Unwrought tin, not alloyed	<ol> <li>Manufactured from tin ore or tin waste and scrap.         The principal processes are selecting, melting chemical treatment, smelting, cutting and forming; or     </li> <li>Change from any other chapters to this</li> </ol>
219	80012010	Babbitt metal	subheading.  (1) Manufactured from tin ore or tin waste and scrap. The principal processes are selecting, melting, chemical treatment, smelting, cutting and forming; or
			(2) Change from any other subheadings to this subheading.
220	80012020	Solder	(1) Manufactured from tin ore or tin waste and scrap. The principal processes are selecting, melting, chemical treatment, smelting, cutting and forming; or
			(2) Change from any other subheadings to this subheading.
221	80012090	Other tin alloys	(1) Manufactured from tin ore or tin waste and scrap. The principal processes are selecting, melting, chemical treatment, smelting, cutting and forming; or
			(2) Change from any other subheadings to this subheading.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
222	80020000	Tin waste and scrap	(1) Waste and scrap articles collected in Hong Kong which are produced from consumption in Hong Kong and fit only for the recovery of raw materials; or
			(2) Waste and scrap which are produced from processing or manufacturing operations in Hong Kong and fit only for the recovery of raw materials.
223	80070010	Articles of tin for technical use	(1) Manufactured from tin ore or tin waste and scra The principal processes are selecting, melting, chemical treatment, smelting, cutting and forming or
			(2) Change from any other subheadings to this subheading.
224	80070090	Articles of tin not for technical use	(1) Manufactured from tin ore or tin waste and scra The principal processes are selecting, melting, chemical treatment, smelting, cutting and forming or
			(2) Change from any other subheadings to this subheading.
225	82075010	Tools for drilling with part of superhard material	Manufactured from metal. The principal processes are cutting, pressing and testing.
226	82075090	Tools for drilling with working part of other materials	Manufactured from metal. The principal processes are cutting, pressing and testing.
227	82079010	Other interchangeable tools with part of superhard material	Manufactured from metal. The principal processes are cutting, pressing and testing.
228	82079090	Other interchangeable tools	Manufactured from metal. The principal processes are cutting, pressing and testing.
229	83111000	Coated electrodes of base material, for electric arc-welding	Manufactured from metal. The principal processes are coating and forming. If rolling is required, it must also be done in Hong Kong.
230	83112000	Cored wire of base material	Manufactured from metal. The principal processes are core filling and forming. If rolling is required, must also be done in Hong Kong.
231	83113000	Coated rods and cored wire, of base metal	Manufactured from metal. The principal processes are coating or core filling, and forming. If rolling required, it must also be done in Hong Kong.
232	83119000	Wire or rods, of agglomerated base metal	Manufactured from metal. The principal processes are cutting, forming, grinding and /or pressing. If punching and/or blanking, rolling is/ are required, so process/processes must also be done in Hong Kong.
233	84212110	Filtering or purifying water machinery and apparatus of the household type	Change in Tariff Heading.
234	84212190	Other filtering or purifying water apparatus	Change in Tariff Heading.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
235	84283200	Other bucket type continuous-action elevators and conveyors, for goods	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting of metal, stamping, soldering, assembling and testing; and
			(b) to fulfil the value-added content requirement.
236	84283910	Chain type continuous-action elevators and conveyors, for goods	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting of metal, stamping, soldering, assembling and testing; and
			(b) to fulfil the value-added content requirement.
237	84283920	Roller type continuous-action elevators and conveyors, for goods	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting of metal, stamping, soldering, assembling and testing; and
			(b) to fulfil the value-added content requirement.
238	84283990	Other continuous-action elevators and conveyors, for goods, not elsewhere specified or included	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting of metal, stamping, soldering, assembling and testing; and
			(b) to fulfil the value-added content requirement.
239	84289000	Other lifting, handing, loading, or unloading machinery	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting of metal, stamping, soldering, assembling and testing; and
			(b) to fulfil the value-added content requirement.
240	84313900	Parts of other machinery of heading 84.28	Change in Tariff Heading.
241	84314910	Parts for mining power shovels	Change in Tariff Heading.
242	84314990	Other parts of headings 84.26, 84.29, 84.30	Change in Tariff Heading.
243	84485900	Other parts and accessories of machines of heading 84.47	Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong; and to fulfil the value-added content requirement.
244	84672100	Drills with electric motor	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting, welding, assembling and testing, and
			(b) to fulfil the value-added content requirement.

Serial No.	Mainland 2005 Tariff Codes	<b>Product Description</b>	Origin Criteria
245	84672210	Chain saws with electric motor	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting, welding, assembling and testing, and
			(b) to fulfil the value-added content requirement.
246	84672290	Other saws with electric motor	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting, welding, assembling and testing, and
			(b) to fulfil the value-added content requirement.
247	85091000	Vacuum cleaners, including dry and wet	(a) Metal working (the metal process may be carried out on imported component parts) and assembling in Hong Kong. The principal processes are cutting, welding, assembling and testing, and
			(b) to fulfil the value-added content requirement.
248	87082920	Safety air-sac equipment of motor vehicles	(a) Change in Tariff Heading, and
		motor venicies	(b) to fulfil the value-added content requirement.
249	87082930	Windowpane raiser	(a) Change in Tariff Heading, and
			(b) to fulfil the value-added content requirement.
250	*87082990	Sunroof	( a ) Change in Tariff Heading, and
			(b) to fulfil the value-added content requirement.
251	90014010	Photochromic spectacle lenses of glass	Manufactured from lenses of glass. The principal process is coating of an ultraviolet protection layer. If laminating and/or cutting of lenses to the required shape is/are required, such process/processes must also be done in Hong Kong.
252	90014091	Glass lenses for sunglasses	Manufactured from lenses of glass. The principal process is coating of an ultraviolet protection layer. If laminating and/or cutting of lenses to the required shape is/are required, such process/processes must also be done in Hong Kong.
253	90014099	Other spectacle glasses	Manufactured from lenses of glass. The principal process is coating of an ultraviolet protection layer. If laminating and/or cutting of lenses to the required shape is/are required, such process/processes must also be done in Hong Kong.
254	90031100	Frames and mountings for spectacles of plastics	(1) The principal processes are cutting, welding and coiling; or
			(2) Assembled in Hong Kong and to fulfil the value-added content requirement.
255	90031900	Frames and mountings for spectacles of other than	(1) The principal processes are cutting, welding and coiling; or
		plastics	(2) Assembled in Hong Kong and to fulfil the value-added content requirement.

Serial No.	Mainland 2005 Tariff Codes	Product Description	Origin Criteria
256	90039000	Parts of frames and mountings for spectacles of plastics	Change in Tariff Heading.
257	90041000	Sunglasses, corrective or protective	(1) The principal processes are cutting, welding and coiling; or
			(2) Assembled in Hong Kong and to fulfil the value-added content requirement.
258	90049010	Polychromic spectacles, corrective or protective	(1) The principal processes are cutting, welding and coiling; or
			(2) Assembled in Hong Kong and to fulfil the value-added content requirement.
259	90049090	Other spectacles, corrective or protective	(1) The principal processes are cutting, welding and coiling; or
			(2) Assembled in Hong Kong and to fulfil the value-added content requirement.
260	94056000	Illuminated signs, illuminated name plates and the like	Manufactured from parts, wires and bulbs. The principal processes are cutting of parts and assembling into products.
261	95062900	Other water-sport equipment	Manufactured from plastics/ metal/ wood/ paperboard. The principal processes are moulding and assembling.

- Note 1: For the tariff code with an asterisk, the tariff code and the product description used in the 2006 "Customs Tariff of Import and Export of the People's Republic of China" shall prevail. For the tariff codes without asterisks, the corresponding product descriptions used in the 2005 "Customs Tariff of Import and Export of the People's Republic of China" shall prevail.
- Note 2: To be eligible as goods of Hong Kong origin that can enjoy the tariff preference under the CEPA, goods listed in the Schedule must comply with both the Rules of Origin for Trade in Goods in the CEPA and the origin criteria listed in this Schedule.
- Note 3: "Change in Tariff Heading" and the "Value-added content requirement" in the Schedule must comply with the relevant requirements set out in Article 5 of Annex 2.

## <Courtesy English Translation: 18 October 2005>

## Annex 2

Supplements and Amendments II to the Mainland's Specific Commitments on Liberalization of Trade in Services for Hong Kong<sup>1</sup>

Sectors sub-sectors	or	1. Business services
		A. Professional services
		a. Legal services (CPC861)
Specific commitments		<ol> <li>To allow a Hong Kong law firm (office) that has set up a representative office in the Mainland to operate in association with one Mainland law firm situated in the province, autonomous region or municipality where its representative office is situated.</li> <li>A Hong Kong resident who is allowed to practise in the Mainland will practise in one Mainland law firm only, and will not simultaneously be employed by the representative office set up by a law firm of a foreign country in China, or the representative office set up by a law firm of Hong Kong or Macao in the Mainland.</li> </ol>

Sectoral classification is based on WTO's GATS Services Sectoral Classification List (GNS/W/120). For the contents of the sectors, reference is made to the relevant CPC, United Nations Provisional Central Product Classification.

Sectors sub-sectors	or	1. Business services	
		A. Professional services	
		b. Accounting, auditing and bookkeeping services (CPC862)	
Specific commitments		The validity period of the "Temporary Business Permit", applied by Hong Kong accounting firms for the purpose of conducting business on a temporary basis in the Mainland, is extended from one year to two years.	

Sectors	or 1. Business services
sub-sectors	T. Buomicos convioco
	A. Professional services
	d. Architectural services (CPC8671)
	e. Engineering services (CPC8672)
	f. Integrated engineering services (CPC8673)
	g. Urban planning services and landscape architectural services (except general urban planning) (CPC8674)
Specific commitments	<ol> <li>For construction and engineering design enterprises and urban planning service enterprises set up in the Mainland by Hong Kong service suppliers, the performance of the enterprises both in Hong Kong and in the Mainland is taken into account in assessing the qualification of the enterprises in the Mainland.</li> <li>Under Article 15 of the Ministry of Construction Decree no. 114, "Regulation on Administration of Foreign-Invested Construction</li> </ol>
	Administration of Foreign-Invested Construction and Engineering Design Enterprises" on the application as a construction and engineering design enterprise by a wholly foreign-owned construction and engineering design enterprise set up by a Hong Kong service supplier in the Mainland, the number of Hong Kong residents qualified as certified architects or certified engineers in China and the number of Hong Kong residents having the relevant design experience should not be less than 1/4 of the total number specified under the qualification grading criteria for certified practising staff and key technical personnel; on the application as a construction and engineering design enterprise

by an equity or contractual joint venture construction and engineering design enterprise set up by a Hong Kong service supplier in the Mainland, the number of Hong Kong residents qualified as certified architects or certified engineers in China and the number of Hong Kong residents having the relevant design experience as key technical personnel should not be less than 1/8 of the total number specified under the qualification grading criteria for certified practising staff and key technical personnel.

- 3. For urban planning service enterprises, in the form of equity joint ventures or contractual joint ventures, set up in the Mainland by two or more Hong Kong service suppliers, the performance of all individual enterprises both in Hong Kong and in the Mainland is taken into account in assessing the qualification of the equity joint ventures or contractual joint ventures enterprises in the Mainland.
- 4. To relax the requirement of the residential period in the Mainland for Hong Kong professional and technical staff by counting their period of residence in Hong Kong as their period of residence in the Mainland.

Sectors sub-sectors	or 2. Communications services
	D. Audiovisual services
	Videos distribution services (CPC83202), Sound recording products distribution services
	Cinema theatre services
	Chinese language motion pictures and motion pictures jointly produced
	Technical services of cable television
	Jointly produced television dramas
Specific commitments	Cinema theatre services
	Hong Kong service suppliers are permitted to establish wholly-owned companies in the Mainland, each of which may construct or renovate more than one cinema theatre at more than one location for the operation of film screening business.
	Chinese language motion pictures and motion pictures jointly produced
	1. The Cantonese version of motion pictures co-produced by Hong Kong and the Mainland is permitted to be distributed and screened in Guangdong Province, after obtaining the approval of the relevant authorities in the Mainland; the Cantonese version of motion pictures produced by Hong Kong and solely imported by the Film Import and Export Corporation of the China Film Group Corporation is permitted to be

distributed and screened in Guangdong Province, after being examined by and obtaining the approval of the relevant authorities in the Mainland.

2. The import of Chinese language motion pictures made by production companies which are set up in accordance with the relevant laws of the Hong Kong Special Administrative Region and own more than 50% of the copyright of the motion pictures concerned<sup>1</sup> is exempted from quota restrictions for distribution in the Mainland, after being examined by and obtaining the approval of the relevant authorities in the Mainland.

Jointly produced television dramas

Television dramas co-produced by the Mainland and Hong Kong should be subject to the same standard on the number of episodes as that applicable to Mainland domestically-produced television dramas.

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Hong Kong residents should comprise more than 50% of the principal personnel in the motion pictures concerned. Principal personnel includes personnel performing the roles of director, screenwriter, leading actor, leading actress, supporting actor, supporting actress, producer, cinematographer, editor, art director, costume designer, action choreographer, and composer of the original film score.

A. Commission agents' services (excluding salt and tobacco)  B. Wholesale trade services (excluding salt and tobacco)
<ul><li>(excluding salt and tobacco)</li><li>B. Wholesale trade services (excluding salt and tobacco)</li></ul>
salt and tobacco)
C. Retailing services (excluding tobacco)
To allow Hong Kong service suppliers to be rate commission agents' services in respect chemical fertilizers, processed oil and crude and wholesale and retail services in respect chemical fertilizers, on a wholly-owned, quity joint venture, or contractual joint venture asis.  For the same Hong Kong service supplier nich opens more than 30 stores accumulatively in the Mainland, if the ammodities for sale include books, awspapers, magazines, automobiles (this striction to be lifted from 11 December 2006), armaceutical products, pesticides, mulching and, chemical fertilizers, staple food, agetable oil, edible sugar and cotton, and the cove commodities are of different brands and ame from different suppliers, the Hong Kong ervice supplier is allowed to become the antrolling shareholder, with the proportion of apital contribution not exceeding 51% <sup>1</sup> .

<sup>1</sup> If the commodity for sale is processed oil, the Mainland's commitments to members of the World Trade Organization are still applicable.

Sectors sub-sectors	or 7. Financial services
300 3001013	
	B. Banking and other financial services (excluding insurance and securities)
	a. Acceptance of deposits and other repayable funds from the public;
	b. Lending of all types, including consumer credit, mortgage credit, factoring and financing of commercial transaction;
	c. Financial leasing;
	<ul> <li>d. All payment and money transmission services, including credit, charge and debit cards, travellers cheques and bankers drafts (including import and export settlement);</li> </ul>
	e. Guarantees and commitments;
	f. Trading for own account or for account of customers: foreign exchange.
Specific commitments	The level of operating funds required of Mainland branches of Hong Kong banks for offering renminbi and foreign currency businesses to local customers will be assessed on the basis of all Mainland branches of the bank concerned rather than each branch individually, and on the condition that the average level of operating funds of all Mainland branches of the bank concerned is over RMB500 million, the requirement on the level of operating fund of an individual branch should not be less than, RMB300 million.

Sectors sub-sectors	or 9. Tourism and travel related services
	A. Hotels (including apartment buildings) and restaurants (CPC641-643)
	B. Travel agency and tour operator (CPC7471)
	D. Others
Specific commitments	To lower the entry requirement in the Mainland for Hong Kong travel agents: the annual business turnover of the Hong Kong travel enterprises should not be less than US\$25 million for setting up wholly owned travel agents in the Mainland; and not less than US\$12 million for setting up joint venture travel agents in the Mainland.

Sectors sub-sectors	or 11. Transport services
	A. Maritime transport services
	H. Auxiliary services
	International transport (freight and passengers transport and towing services) (CPC7211, 7212, 7214, less cabotage transport services)
	Container station and depot services
	Other
Specific commitments	1. To allow Hong Kong service suppliers to set up wholly-owned companies in the Mainland to provide, for tugs that they operate between Hong Kong and Mainland ports, regular business services such as shipping undertaking, issuance of bills of lading, settlement of freight rates and signing of services contracts. <sup>1</sup>
	2. To allow Hong Kong service suppliers to set up wholly-owned companies in the Mainland to provide ship maintenance and repair services.
	3. To allow Hong Kong service suppliers to set up wholly-owned companies in the Mainland to provide services of international ocean container leasing, buying and selling as well as trading of container parts.

<sup>&</sup>lt;sup>1</sup> The requirement that "50%, or more of the ships owned by it, calculated in terms of tonnage, should be registered in Hong Kong" as set out in Annex 5 of "CEPA" is not applicable to Hong Kong service suppliers which provide towing services.

4. To allow Hong Kong service suppliers to set up wholly-owned companies in the Mainland to provide ship survey services for ships registered in Hong Kong.

Sectors sub-sectors	or	11. Transport services
		C. Airport services
		Airport operation services (excl. cargo handling) (CPC74610)
		Other supporting services for air transport (CPC74690)
		Sales and marketing services for air transport
Specific commitments		To allow Hong Kong service suppliers to set up enterprises in the form of equity joint venture or contractual joint venture in the Mainland to provide air transport sales agency services. The registered capital requirement will be the same as that for Mainland enterprises.

Sectors sub-sectors	or	Service sectors (sectors not set out in GNS/W/120)
		Individually owned stores
Specific commitments		To allow Hong Kong permanent residents with Chinese citizenship to set up, in accordance with the relevant Mainland laws, regulations and administrative regulations, individually owned stores in all provinces, autonomous regions, municipalities directly under the Central Government in the Mainland without being subject to the approval procedures applicable to foreign investments, to provide the following four kinds of services including import and export of goods and technologies; photography and photographic processing services; washing, cleaning and dyeing services; and repair and maintenance of motor vehicles and motorcycles; excluding franchising operation. No more than 8 persons should be engaged in the operation of the individually owned stores, and the business area of such stores should not exceed 300 square meters.