(b) for a product classified under chapters 25 to 49 or 64 to 97 of the Harmonized System, the value of all non-originating materials used in its production that have not undergone the required change in tariff classification does not exceed ten per cent of the ex-works price of the product; or

(c) for a product classified under chapters 50 to 63 of the Harmonized System, the weight of all non-originating materials used in its production that have not undergone the required change in tariff classification does not exceed seven per cent of the total weight of the product; and

provided that the product meets all other applicable conditions for qualifying as an originating product set out in this Annex, including Article VII of this Annex.

2. The value of non-originating materials referred to in paragraph 1 shall, however, be taken into account in calculating the value of non-originating materials used in the production of the product.

Article VII
Non-Qualifying Operations

1. The following operations shall be considered as insufficient working or processing to qualify a product as an originating product of a Party, whether or not the requirements of paragraphs 1 and 2 of Article IV of this Annex are satisfied:

(a) preserving operations to ensure that the product remains in good condition during transport and storage, such as drying, freezing, keeping in brine and other similar operations;

(b) changes of packing and breaking-up and assembly of packages;

(c) washing, cleaning and removal of dust, oxide, oil, paint or other coverings;

(d) simple painting and polishing operations;

(e) sharpening, simple grinding or simple cutting;

(f) sifting, screening, sorting, classifying, grading or matching, including the making-up of sets of articles;

(g) simple placing in bottles, cans, flasks, bags, cases or boxes, simple fixing on cards or boards and all other simple packaging operations;

(h) collection of parts and components classified as a product pursuant to Rule 2(a) of the General Rules for the Interpretation of the Harmonized System;

(i) affixing or printing marks, labels, logos and other like distinguishing signs on products or their packaging;

(j) simple mixing of products, whether or not of different kinds;

(k) simple assembly of parts of articles to constitute a complete article or disassembly of products into parts;

(l) ironing or pressing of textiles;

(m) husking, partial or total bleaching, polishing and glazing of cereals and rice;

(n) operations to colour sugar or form sugar lumps;

(o) peeling, stoning and shelling of fruits, nuts and vegetables;

(p) slaughter of animals; and

(q) a combination of two or more operations referred to in subparagraphs (a) to (p).