NOVEMBER 24, 1975

OFFICE OF THE WHITE HOUSE PRESS SECRETARY

THE WHITE HOUSE

EXECUTIVE ORDER

IMPLEMENTING THE GENERALIZED SYSTEM OF PREFERENCES

The Trade Act of 1974 authorizes the establishment of a Generalized System of Preferences for eligible articles imported from beneficiary developing countries.

The President has designated and may, by Executive order, designate certain countries as beneficiary developing countries, after having determined that such designations are in accordance with the provisions of the Trade Act of 1974 and after having provided the necessary information to the Congress, pursuant to Section 502 of the Trade Act of 1974. The necessary determinations have been made and the appropriate information has been furnished the Congress.

The President may, by Executive order, designate articles eligible for duty-free treatment after receiving advice from appropriate agencies, public comment, and the advice of the International Trade Commission. That advice has been received, as requested, by reference to item numbers, and statistical divisions thereof, contained in the Tariff Schedules of the United States, hereinafter sometimes referred to as TSUS.

Since not every article within the group represented by an item number of the Tariff Schedules of the United States is eligible for duty-free treatment under a Generalized System of Preferences, it is necessary to subdivide some of the existing item numbers.

In order to implement the Generalized System of Preferences and to remove expired provisions of the TSUS, relating to the Philippine Republic and the Trust Territory of the Pacific Islands, it is necessary to amend the Tariff Schedules of the United States, thus embodying the substance of relevant

provisions of the Trade Act of 1974, and of actions taken thereunder, into the Tariff Schedules of the United States.

NOW, THEREFORE, by virtue of the authority vested in me by the Constitution and statutes of the United States of America, including Title V and Section 604 of the Trade Act of 1974 (88 Stat. 2066, 19 U.S.C. 2461 et seq.; 88 Stat. 2073, 19 U.S.C. 2483), and as President of the United States of America, in order to designate additional beneficiary developing countries and eligible articles, and to implement a Generalized System of Preferences, it is hereby ordered as follows:

Section 1. The following expired headnotes and items for the products of the Philippine Republic and of the Trust Territory of the Pacific Islands are deleted from the Tariff Schedules of the United States:

Headnotes:

General headnote 3(c);
Headnotes 3 and 4, part 13, schedule 1;
Headnotes 1, 2, and 3, part 14, schedule 1;
Headnote 2, subpart B, part 14, schedule 1;
Headnote 2, part 2, schedule 3; and
Headnote 3, subpart A, part 7, schedule 7.

TSUS items:

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170.22	170.44	175.11
170.23	170.47	175.12
170.24	170.48	176.05
170.26		176.06
170.27 170.29	170.62	176.07
170.29	170.63	176.08
170.33	170.64	176.09
170.34	170.68 170.70	176.10
170.36	170.74	176.11
170.37	170.75	176.12 176.13
170.42	170.76	745.21
170.43	175.10	745.22

- Sec. 2. The article descriptions, including superior headings, for TSUS items 175.09 and 176.04 are amended to read, respectively, "Copra" and "Coconut Oil".
- Sec. 3. A column entitled "GSP" is added to the left of, and adjacent to, the column entitled "Item" on each page of schedules 1 through 7 of the TSUS. The designations "A" or "A*", as specified in general headnote 3(c)(ii) of the TSUS, as added by Section 9 of this Order, shall be placed in the column entitled "GSP" opposite the TSUS item number of each article which has been designated as an eligible article for purposes of the Generalized System of Preferences.
- Sec. 4. In order to subdivide existing items for purposes of the Generalized System of Preferences, the Tariff Schedules of the United States are amended as provided in Annex I, attached hereto and made a part hereof.
- Sec. 5. The articles, identified by item numbers of the Tariff Schedules of the United States, as modified by this Order, set forth in Annex II and Annex III, attached hereto and made a part hereof, are designated, pursuant to Section 503 of the Trade Act of 1974 (88 Stat. 2069, 19 U.S.C. 2463), as eligible articles for purposes of the Generalized System of Preferences, and shall be given duty-free treatment as set forth in General Headnote 3(c) of the TSUS, as added by Section 9 of this Order.
- Sec. 6. The designation "A" shall be inserted in the column entitled "GSP" of the TSUS, as modified by this Order, opposite the TSUS item numbers set forth in Annex II of this Order.

Sec. 7. The designation "A*" shall be inserted in the column entitled "GSP" of the TSUS, as modified by this Order, opposite the TSUS item numbers set forth in Annex III of this Order.

Sec. 8. The countries set forth in General Headnote 3(c)(i) of the TSUS, as added by Section 9 of this Order, are hereby designated as beneficiary developing countries.

Sec. 9. A new General Headnote 3(c) of the TSUS is hereby added as follows:

- "(c) Products of Countries Designated Beneficiary

 Developing Countries for Purposes of the Generalized

 System of Preferences (GSP):
- "(i) The following countries and territories are designated beneficiary developing countries for purposes of the Generalized System of Preferences, provided for in Title V of the Trade Act of 1974 (88 Stat. 2066, 19 U.S.C. 2461 et seq.):

"(a) Independent Countries

Afghanistan Angola Argentina Bahamas Bahrain Bangladesh Barbados Bhutan Bolivia Botswana Brazil Burma Burundi Cameroon Cape Verde Central African Republic Chad Chile Colombia Congo (Brazzaville) Costa Rica Cyprus Dahomey

Dominican Republic Egypt El Salvador Equatorial Guinea Ethiopia Fiji Gambia Ghana Grenada Guatemala Guinea Guinea Bissau Guyana Haiti Honduras India Israel **Ivory Coast** Jamaica Jordan Kenya Korea, Republic of Laos

Lebanon
Lesotho
Liberia
Malagasy Republic
Malawi
Malaysia
Maldive Islands

Mali
Malta
Mauritania
Mauritius
Mexico
Morocco
Mozambique
Nauru

Nepal Nicaragua Niger Oman Pakistan Panama

Papua New Guinea

Paraguay Peru Philippines Romania Rwanda

Sao Tome and Principe

Senegal
Sierra Leone
Singapore
Somalia
Sri Lanka
Sudan
Surinam
Swaziland
Syria

Taiwan
Tanzania
Thailand
Togo
Tonga

Trinidad and Tobago

Tunisia Turkey Upper Volta Uruguay

Western Samoa

Yemen Arab Republic

Yugoslavia Zaire Zambia

"(b) Non-Independent Countries and Territories

Afars and Issas, French Territory of the

Antigua Belize Bermuda

British Indian Ocean Territory

British Solomon Islands

Brunei

Cayman Islands

Christmas Island (Australia)

Cocos (Keeling) Islands

Comora Islands Cook Islands Dominica

Falkland Islands (Malvinas) and Dependencies

French Polynesia

Gibraltar

Gilbert and Ellice Islands

Heard Island and McDonald Islands

Hong Kong Macao

Montserrat

Netherlands Antilles

New Caledonia

New Hebrides Condominium

Niue

Norfolk Island Pitcairn Island Portuguese Timor

Saint Christopher-Nevis-Anguilla

Saint Helena Saint Lucia Saint Vincent Seychelles
Spanish Sahara
Tokelau Islands
Trust Territory of the Pacific Islands
Turks and Caicos Islands
Virgin Islands, British
Wallis and Futuna Islands

"(ii) Articles for which the designations "A" or "A*" appear in the column entitled "GSP" of the schedules are those designated by the President to be eligible articles for purposes of the GSP pursuant to Section 503 of the Trade Act. designation "A" signifies that all beneficiary developing countries are eligible for preferential treatment with respect to all articles provided for in the designated TSUS item, while the designation "A*" indicates that certain beneficiary developing countries, specifically enumerated in subdivision (c)(iii) of this headnote, are not eligible for such preferential treatment with regard to any article provided for in the designated TSUS Whenever an eligible article is imported into the customs territory of the United States directly from a country or territory listed in subdivision (c) (i) of this headnote, it shall receive duty-free treatment, unless excluded from such treatment by subdivision (c)(iii) of this headnote, provided that, in accordance with regulations promulgated by the Secretary of the Treasury:

"(A) The sum of (1) the cost or value of the materials produced in the beneficiary developing country, plus (2) the direct costs of processing

operations performed in such country is not less than 35 percent of the appraised value of such article at the time of its entry into the customs territory of the United States; or

"(B) The sum of (1) the cost or value of the material produced in two or more beneficiary developing countries which are members of the same association of countries which is treated as one country under Section 502(a)(3) of the Trade Act, plus (2) the direct cost of processing operations performed in such countries is not less than 50 percent of the appraised value of such article at the time of its entry into the customs territory of the United States;

"and provided further that, for the purposes of (A) above, the term "country" does not include an association of countries which is treated as one country under Section 502(a)(3) of the Trade Act, but does include a country which is a member of any such association.

"(iii) The following designated eligible articles provided for in TSUS item numbers preceded by the designation "A*", if imported from a beneficiary developing country set opposite the TSUS item numbers listed below, are not entitled to the duty-free treatment provided for in subdivision (c) (ii) of this headnote:

TSUS	Country or	TSUS	Country or
item No.		item No.	
<u> </u>		10011	
106.60	India	155.35	Dominican Republic
106.70	Nicaragua	155.40	Mexico
107.48	Argentina	155.75	Mexico
111.15	Mexico	156.45	Mexico
121.50	Yugoslavia	168.15	Trinidad
121.52	India	168.18	Peru
121.54 130.40	India	168.23	Peru Mexico
130.40	Mexico Mexico	168.50 176.01	Brazil
131.35	Hong Kong	176.02	Brazil
135.80	Nicaragua	190.10	Mexico
135.90	Mexico	192.85	Mexico
136.00	Dominican Republic	200.91	Mexico
136.80	Mexico	202.60	Thailand
136.98	Dominican Republic	202.62	Mexico
137.40	Mexico	206.45	Philippine Republic
137.75	Costa Rica	206.60	Mexico
138.05	Mexico	206.95	Haiti '
140.09	Thailand	222.10	Hong Kong
140.14	Thailand	222.42	Hong Kong
140.16	Ethiopia	240.02	Philippine Republic
141.35 141.55	Turkey	240.10 240.12	Brazil Brazil
141.70	Dominican Republic Republic of China	240.12	Republic of Korea
141.70	(Taiwan)	240.23	Philippine Republic
145.24	Mexico	240.60	Singapore
145.60	Republic of China	245.45	Surinam
	(Taiwan)	256.60	Republic of Korea
146.12	Argentina	256.85	Mexico
146.44	Philippine Republic	304.04	Philippine Republic
147.33	Jamaica	304.40	Republic of Korea
147.80	Mexico	304.48	Mexico
148.35	Mexico	304.58	India
148.72	Chile	305.20	India
148.77	Republic of Korea	305.22	India
149.15	Dominican Republic	305.28	India
149.50 152.00	Dominican Republic Philippine Republic	305.30 305.40	India Philippine Penublia
152.43	Dominican Republic	306.52	Philippine Republic Republic of China
152.72	Honduras	300.32	(Taiwan)
153.02	Dominican Republic	306.53	Peru
153.08	Dominican Republic	319.01	India
	Argentina	319.03	India
	Brazil	319.05	India
	Republic of China	319.07	India
	(Taiwan)	335.50	India
	Colombia	347.30	India
	Costa Rica	355.04	Mexico
155.20 ≺	Dominican Republic	360.35	India
	Guatemala	364.18	Republic of China
	Guyana Tnđi	264 25	(Taiwan)
	India Jamaica	364.35	Republic of China
	Mexico	365 05	(Taiwan)
	Peru	365.05 365.14	Colombia Pakistan
	Philippine Republic	403.78	Mexico
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TSUS	Country or	TSUS	Country or
item No	territory territory	item No	<pre>territory</pre>
416.10	Turkey	612.06	Chile
418.28	Israel	012.00	[Yugoslavia
419.60	Chile	613.18	Israel
420.78	Turkey	618.29	Republic of Korea
421.46	Mexico	624.42	Mexico
421.90	Peru	628.90	Chile
422.76		646.06	Hong Kong
425.32		646.82	Republic of China
426.94	-		(Taiwan)
428.92	Mexico	646.86	Hong Kong
437.16	India	646.98	Mexico
437.64	Brazil	647.10	Mexico
446.10	Malaysia	649.37	Mexico
455.16	Nicaragua	650.87	Hong Kong
461.05 461.15	Israel	651.01	Hong Kong
465.70	Bermuda	652.36	Hong Kong
470.57	Argentina	653.85	Republic of China
470.57	Argentina	656 00	(Taiwan)
473.36	Cyprus	656.20	Hong Kong
473.52	Cyprus Mexico	661.65	Israel
473.56	Mexico	672.10	Hong Kong
493.20	Republic of China	676.20	Mexico
475.20	(Taiwan)	676.52	Mexico
493.21	Republic of China	678.50	Republic of China
473.21	(Taiwan)	602.00	(Taiwan)
511.31	Mexico	683.80 684.50	Hong Kong
511.41	Mexico	004.50	Hong Kong
511.51	Mexico		Republic of China
512.44	Mexico	685.24	(Taiwan) ≺Hong Kong
514.11	Dominican Republic	003.24	Republic of Korea
514.54	Mexico		Singapore
516.71	India	685.90	Mexico
516.73	India	686.30	Republic of China
516.76	India	000.50	(Taiwan)
517.21	Malagasy Republic	688.10	Republic of China
517.24	Malagasy Republic	000020	(Taiwan)
518.41	Mexico	688.40	Hong Kong
520.35	Thailand	692.27	Mexico
520.37	Hong Kong	694.60	Mexico
523.61	Mexico	696.35	Republic of China
531.04	Yugoslavia		(Taiwan)
535.31	Mexico	702.08	Republic of China
540.47	Mexico		(Taiwan)
544.11	Republic of China	702.14	Hong Kong
	(Taiwan)	702.35	Mexico
545.53	Mexico	702.45	Mexico
545.65	Mexico	703.20	Mexico
547.51	Mexico	703.65	Mexico
602.30	Peru	706.40	Hong Kong
	Philippine Republic	708.41	Hong Kong
603.45	Republic of Korea	710.30	Mexico
605.60	Mexico	713.05	Israel
610.56	India [Chile	713.19	Mexico
612.03	Chile Peru	722.14	Hong Kong
	frera	725.20	Pakistan

TSUS	Country or	TSUS	Country or
item No.	territory	item No.	<u>territory</u>
	** **	748.20	Hong Kong
726.70	Mexico	748.20	Republic of China
730.27	Brazil	740.40	(Taiwan)
730.39	Brazil	750 05	Hong Kong
730.41	Brazil	750.05	
730.65	Yugoslavia	750.35	Republic of China (Taiwan)
731.30	Republic of China	750 40	•
	(Taiwan)	750.40	Hong Kong
731.50	Republic of Korea	751.05	Republic of China
734.10	Republic of China		(Taiwan)
	(Taiwan)	751.20	Republic of China
734.25	Hong Kong		(Taiwan)
734.30	Hong Kong	760.65	Republic of China
734.34	Hong Kong		(Taiwan)
734.40	Republic of China	771.05	Mexico
	(Taiwan)	772.03	Hong Kong
734.51	Republic of China	772.35	Republic of China
	(Taiwan)		(Taiwan)
734.54	Republic of Korea	772.97	Hong Kong
734.56	Haiti	773.10	Hong Kong
734.60	Republic of China	773.20	Republic of Korea
	(Taiwan)	774.20	India
737.40	Hong Kong	774.60	Hong Kong
737.50	Hong Kong	790.07	Hong Kong
737.95	Hong Kong	790.39	Republic of China
740.05	Mexico		(Taiwan)
740.30	Hong Kong	790.70	Republic of Korea
740.70	Yugoslavia	791.20	Brazil
741.20	Hong Kong	792.50	Philippine Republic
745.08	Hong Kong	792.60	Hong Kong
743.00	nong nong	792.75	Hong Kong
		, , , .	

Sec. 10. The provisions of this Order shall be effective with respect to articles that are both

- (1) imported, and (2)(a) entered for consumption or
- (b) withdrawn from warehouse for consumption on or after the effective date of this Order.

Sec. 11. Executive Order No. 11844 of March 24, 1975, is superseded.

Sec. 12. This Order shall be effective on January 1, 1976.

Gerald R. Ford

THE WHITE HOUSE

November 24, 1975