Ref. No.: Plexh/Cir/294 05/07/2025

To,

All Members of Plexconcil/

**COA Members** 

Dear Sir/Madam,

## Subject: Regarding Inputs/Comments on product specific rules (PSR) for EU FTA

We wish to inform you that the Department of Chemicals and Petrochemicals has invited comments or inputs on the PSR of 130 plastic product lines for the ongoing negotiation on India-EU Free Trade Agreement.

During the previous round of negotiations, the EU's PSR proposal was MaxNOM 45% (EXW), which means value addition of 55% (EXW), equivalent to value addition of 60% (FOB). The new proposal from the EU has MaxNOM 55% (EXW), which means value addition of 45% (EXW), equivalent to value addition of 50% (FOB).

"MaxNOM EXW" defines a rule that the value of non-originating materials in a product must not exceed a specified percentage of the EXW price to qualify as originating.

Further, EU has reiterated their ask for the Chemical Process Rules as alternative rules. In view of the above, we are sending you the revised proposal of EU for 130 plastic products and seek your comments on the revised proposal.

The EU Chemical Process Rules require that a specified chemical transformation—such as a chemical reaction, purification, distillation, or biochemical processing—must be performed in the EU or partner country to confer origin on chemical products.

The list of 130 plastic products is attached herewith for your comments.

Should you require any clarification or further information, please feel free to reach out at <a href="mailto:bharti@plexconcil.org">bharti@plexconcil.org</a>; <a href="mailto:research@plexconcil.org">research@plexconcil.org</a>

Members are requested to send their inputs/comments by July 7, 2025 (12 Noon).

<u>Click here</u> to find the attachment.

Regards,

Bharti Parave

Dy. Director - Trade & Policy

**The Plastics Export Council**