

ANNEX 4-C
COMMITTEE ON OUTWARD PROCESSING ZONES

1. The Parties shall establish a Committee on Outward Processing Zones to perform the following functions:

- (a) review the necessity of outward processing zones;
- (b) identify geographic areas that may be designated as outward processing zones, based on the criteria established by the Committee¹;
- (c) establish criteria to determine the originating status in outward processing zones, including the maximum threshold for the value of the total input of the originating final good; and
- (d) form the list of goods and the specific procedures related to outward processing zones.

2. The Committee shall be comprised of officials of the Parties. The Committee shall meet within a year after the date of entry into force of this Agreement and at least once a year thereafter, or at any time as mutually agreed.

¹ With the Parties' recognition of the Republic of Korea's constitutional mandate and security interests, and commitment to promoting peace and prosperity on the Korean Peninsula, the Committee shall review the conditions on the Korean Peninsula and identify geographical areas that may be designated as outward processing zones.