- IV. January 1 of Year 4: 60%
- V. January 1 of Year 5: 50%

(e) duties on originating goods provided for in the items in staging category E in Jordan's schedule are exempt from tariff elimination.

3. The base rate of customs duty for an item shall be the most favoured nation customs duty rate applied on January 1, 2008.

4. Staged rates of customs duties shall be rounded down, except as set out in Jordan's Schedule to this Annex, at least to the nearest tenth of a percentage point, or, if the rate of duty is expressed in monetary units, at least to the nearest 0.001 of the official monetary unit of the Party.

- Schedule of Canada
- Schedule of Jordan

Chapter 3: Electronic Commerce

Article 3-1 Customs Duties on Products Delivered by Electronic Means

- 1. A Party shall not apply customs duties on products delivered electronically.
- 2. For greater certainty, this Article does not preclude a Party from imposing internal taxes or other internal charges onproducts delivered electronically, provided that such taxes or charges are imposed in a manner consistent with this Agreement.

- 3. For purposes of this Article, **delivered electronically** means delivered through telecommunications, alone or in conjunction with other information and communications technologies.

Chapter 4: Rules of Origin

Article 4-1: Originating Goods

1. Except as otherwise provided in this Chapter, a good shall originate in the territory of a Party where:

(a) the good is wholly obtained or produced entirely in the territory of one or both of the Parties;

(b) each of the non-originating materials used in the production of the good undergoes an applicable change in tariff classification as set out in Annex 4-1 as a result of production occurring entirely in the territory of one or both of the Parties, or the good otherwise satisfies the applicable requirements of that Annex where no change in tariff classification is required, and the good satisfies all other applicable requirements of this Chapter;

(c) the good is produced entirely in the territory of one or both of the Parties, exclusively from originating materials; or