

**AGREEMENT ON ECONOMIC COOPERATION
BETWEEN
THE HASHEMITE KINGDOM OF JORDAN
AND
THE REPUBLIC OF IRAQ**

Having indicated their shared interest to solidify the national and natural bonds between their two countries as well as to strengthen and advance their trade and economic relations, in pursuit of the goals and objectives of the Agreement of the Council of Arab Economic Unity, and in compliance with the rules and provisions of the Arab Common Market, the two governments of the Hashemite Kingdom of Jordan and of the Republic of Iraq, hereby agrees as follows:

Article One (I)

1. The Government of the Hashemite Kingdom of Jordan shall hereby permit the import of agricultural, animal, and industrial production and natural resources originating in Iraq, and imported directly into the Hashemite Kingdom of Jordan and The Government of the Republic of Iraq shall hereby permit the export of such products.
2. The Government of the Republic of Iraq shall hereby permit the import of agricultural, animal and industrial products and natural resources originating in Jordan, and imported directly into the Republic of Iraq and the Government of the Hashemite Kingdom of Jordan shall hereby permit the export of such products.
3. Both Contracting Parties shall hereby be accorded preferential treatment by the other Party, with regard to the possession of import and export licenses, taking into consideration the rules and principles established in the present Agreement, along with the Supplement annexed hereto.

Article Two (II)

1. Agricultural and livestock products (including animals; poultry; and fish, whether live or slaughtered) and natural resources originating from either Contracting Party and imported by the other Party, shall be relieved and exempted from customs duties (i.e. tariff tariff).
2. Manufactured products included in the Schedule annexed hereto shall receive exemption or reduction from customs duties (i.e. tariff tariff), as per the rates specified for each.

3. The provisions of gradual annual reduction of customs tariff, under the provisions of the Common Arab Market (CAM), shall not apply to such products listed in the Schedule annexed hereto. The resumption of such reduction shall take place pursuant to the provisions of the Common Arab Market, after parity in the rates is achieved, according to the specified dates thereof.

Article Three (III)

Agricultural and livestock products and natural resources originating in the territory of either Contracting Party and exported into the territory of the other Contracting Party shall be subject to domestic fees, which may not exceed such fees levied in the importing countries on 'like' domestic products and the primary materials thereof.

Article Four (IV)

1. Any goods that receive tariff exemption or reduction under the present Agreement shall be accompanied by a certificate of origin issued by the competent authorities of the exporting country. Manufactured products shall not be considered to be originating from Iraq or Jordan unless the value of Iraqi or Jordanian primary materials, along with the cost of domestic production incurred in the manufacturing thereof, shall be no less than forty percent (40%) of the total cost of production. Imported materials originating in the territory of either Contracting Party, and when used in a domestic industry, shall be regarded to constitute part of the cost of local production.
2. Manufactured products contained in the Schedule annexed to the present Agreement shall be regarded as domestic productions of either Country and therefore shall not be required to prove and demonstrate the ratio of materials used in the manufacturing thereof.