



WORLD CUSTOMS ORGANIZATION
ORGANISATION MONDIALE DES DOUANES

Established in 1952 as the Customs Co-operation Council
Créée en 1952 sous le nom de Conseil de coopération douanière

HARMONIZED SYSTEM
COMMITTEE

-
24th Session

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NC0113E1

O. Fr.

H3-1

Brussels, 3 September 1999.

AMENDMENTS TO THE EXPLANATORY NOTES
ARISING FROM THE CLASSIFICATION OF COINS
(Item VI.9 on Agenda)

Reference documents :

42.468 (HSC/22)
NC0090B2, Annex IJ/10 (HSC/23 – Report)

I. BACKGROUND

1. At its 23rd Session in May 1999, the Committee examined the classification of coins manufactured in one country and sold to another country where they will be legal tender after importation and after being issued officially.
2. The Committee unanimously decided to classify the product at issue in subheading 7118.10.
3. To implement this decision, the Secretariat was asked to prepare, for the Committee's 24th Session, a draft Explanatory Note for examination by the presessional Working Party. In this connection, the Secretariat has received the following letter from the EC.

File No. 2743

II. NOTE FROM THE EC

4. "The Harmonized System Committee classified the following articles at its 23rd Session, with the EC's endorsement :

- Coins manufactured in one country and sold to another country where they will be legal tender after importation : HS subheading 7118.10 as coin, not being legal tender at the time of importation or Customs clearance.

The EC feels that the texts of the Explanatory Notes to the Combined Nomenclature could serve as a basis for preparing an Explanatory Note to the HS Nomenclature.

New Subheading Explanatory Note to subheading 7118.10.

This subheading includes :

1. Coin which was legal tender but has been withdrawn from circulation.
2. Coin which is struck in one country to be put into circulation by the relevant authorities in another country; at the time of crossing the frontier, such coin does not yet count as legal tender."

III. SECRETARIAT COMMENTS

5. The Secretariat has drafted a new Subheading Explanatory Note for subheading 7118.10 based on the French text of the EC proposal. The draft text is set out in the Annex to this document. In this connection, a lack of alignment has been noted between the English and French versions proposed by the EC. The beginning of the French version of this Subheading Explanatory Note "Rentrent dans la présente sous-position uniquement : ..." ("This subheading covers only" – translation) does not correspond to the English text proposed "This subheading includes : ...".

IV. CONCLUSION

6. The Committee is invited to take account of the EC's Note when examining this Agenda item and to approve the proposed text to amend the Explanatory Notes set out in the Annex once it has been finalized by the presessional Working Party.

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ANNEXE

MODIFICATION DES NOTES EXPLICATIVES DECOULANT
DU CLASSEMENT DES MONNAIES
(Point VI.9 de l'ordre du jour)

ANNEX

AMENDMENTS TO THE EXPLANATORY NOTES ARISING FROM
THE CLASSIFICATION OF COINS
(Item VI.9 on Agenda)

MODIFICATION DES NOTES EXPLICATIVES
A EFFECTUER PAR VOIE DE CORRIGENDUM

CHAPITRE 71.

Page 1053.

N° 71.18. Libellé.

Ajouter "(+)" à la fin du libellé.

Après les exclusions supprimer * * et remplacer par ° ° .

Note explicative de sous-position.

N° 7118.10

La présente sous-position couvre uniquement :

1. Les monnaies démonétisées.
2. Les monnaies frappées dans un pays en vue d'être mises en circulation dans un autre pays; au moment de leur passage à la frontière, elles n'ont pas encore cours légal.

AMENDMENTS TO THE EXPLANATORY NOTES
TO BE MADE BY CORRIGENDUM

CHAPTER 71.

Page 1053.

Heading 71.18. Heading text.

Insert "(+)" at the end of the heading text :

After the exclusions, delete * and substitute ° .
* * ° ° .

Subheading Explanatory Note.

Subheading 7118.10

This subheading covers only :

1. Coins withdrawn from circulation.
2. Coins struck in one country to be put into circulation in another country; at the time of crossing the frontier, they do not yet count as legal tender.
