

**TRANSITIONAL REVIEW UNDER ARTICLE 18 OF THE PROTOCOL OF  
ACCESSION OF THE PEOPLE'S REPUBLIC OF CHINA**

Information required in Annex 1A

*Communication from the People's Republic of China*

The following communication, dated 16 October 2007, is being distributed at the request of the delegation of the People's Republic of China.

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**I. THE USE OF VALUATION METHODS, OTHER THAN THE STATED  
TRANSACTION VALUE**

**A. VALUATION LEGISLATION**

1. There has been no change in legislation regarding customs valuation since the last transitional review.

**B. IMPLEMENTATION**

2. Since its accession, China has been fulfilling its commitments in a faithful manner and abided by the Agreements strictly. 93.97% of the customs value was determined by applying transaction value in the period from January to August of 2007. In the cases where the declared value cannot be accepted as customs value, China customs appraising officers determine the customs value strictly in accordance with the principles and provisions set forth in the Agreement.

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