

Material

Definition

- Consigned Material (Raw or WIP)
- Provided to a Foreign Supplier Free of Charge or at a Reduced Cost
- Used in the Production of Goods Imported to the US

Example

- GEPS Purchases a Casting From Supplier A in Germany and Sends It to Supplier B in the UK for Machining
- The Value of the Imported Component Must Reflect: the Value of the Casting + Machining + Transportation Cost From Supplier A to B

Tooling

- Tooling Equipment, Patterns, Test Equipment, Fixtures, and Molds
- Provided to a Foreign Supplier Free of Charge or at a Reduced Cost
- Used in the Production of Goods Imported to the US

- GEPS Purchases a Part From Supplier A in Japan and Sends a Fixture to Them to Help Make and Check the Assembly
- The Value of the Imported Part Must Reflect: the Value of the Fixture + Part + Transportation Cost To Move Fixture to Japan

Financial

- Advance Payments provided to Foreign Suppliers to produce Imported Merchandise that get repaid in the form of Reduced Prices.
- Includes: Milestones, Advanced Funding, Start-up Costs, Research and Development
- GEPS Advances Payment to Supplier A in Europe who reduces their prices by a percentage in lieu of payment
- Price Declared to US Customs needs to include the Full Value of the Imported Merchandise, including the Reduced Amount as a result of the Advance Payment.

Engineering

Definition

- Foreign Supplier Produces Drawings Outside the US and the Drawing is used in Connection With the Production of Imported Merchandise

Example

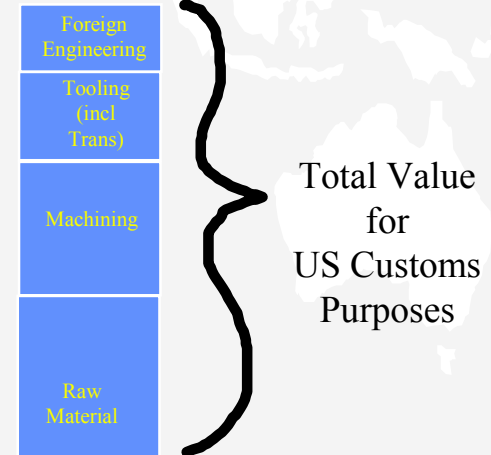
- Goods Produced in a Foreign Country Using a "Drawing" Created Overseas
- The Value of the Imported Good Must Include the Value of the Drawing as well as the Manufactured Component

Transportation

- The Transportation costs to send material or tooling assist to a Non-US place of production.

- GEPS sends Material to a Non-US Supplier for Finished Machining.
- The Value of the Imported machined part Must Reflect: the Value of the Machined Part + The Raw Material + The Transportation Cost from GEPS to the Supplier.

ASSISTS Example





Import Valuation

TRANSACTION VALUE

The price actually paid or payable for an article when sold for exportation to the United States, plus amounts for the following items if not included in the price:

- packing costs incurred by the buyer
- any selling commission incurred by the buyer
- the value of any assist or indirect payment
- any royalty/license fee that the buyer must pay
- the proceeds, accruing to the seller, of any subsequent resale, disposal or use of the imported article



GE Power Systems

ASSIST QUESTIONNAIRE

For Transactions with/related to Foreign Suppliers

Pursuant to GE Company Policy 23.9 - Following International Trade Controls, please answer these questions as thoroughly and precisely as possible.

BUYER NAME		BUYER PHONE#	
FOREIGN SUPPLIER NAME		COUNTRY	
FOREIGN SUPPLIER EMAIL CONTACT/PHONE		COMMUNITY OR SUBSTATION	
GE EMPLOYEE NAME			

With respect to this supplier, has GEPS supplied any of the following (either sold or consigned):

VALUE OF ASSIST

1. Material, components, parts, or similar items (including defective items)	\$ _____
2. Tools, dies, molds, castings or similar items	\$ _____
3. Merchandise consumed in production of goods	\$ _____
4. Machinery or equipment to be used in production	\$ _____

With respect to this supplier, will GEPS separately pay the supplier (include a related party; supplier) or any third party, for any of the following:

VALUE OF ASSIST

1. Tooling, Tooling Repairs or Patterns	\$ _____
2. First Piece Qualifications, Development Charges, set up fees, test fees	\$ _____
3. Engineering, development, artwork, design work, plans, sketches, and similar items	\$ _____
4. Packing materials	\$ _____
5. Royalties or license fees	\$ _____
6. Proceeds from a subsequent resale	\$ _____
7. Commissions to the supplier's agent	\$ _____

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With respect to this supplier, will GEPS include any of the following in the price negotiations:

VALUE OF ASSIST

1. Concessions relating to past performance (i.e. adjustments for past quality problems or settlement of debt)	\$ _____
2. Exchange rate adjustments?	\$ _____
3. Is GEPS making any payments to this supplier above and beyond the price paid for the merchandise?	\$ _____
4. Is GEPS making any progress payments or advances to the supplier?	\$ _____
5. Does GEPS have any other special financial arrangement with this Supplier?	\$ _____
6. Is a GE employee scheduled to relocate to another country as a result of this initiative at GEPS expense? If yes, provide job description or contact information. (Bubble assignments may be dutiable)	\$ _____

Method of valuation	_____	<input type="checkbox"/> Net-Net	<input type="checkbox"/> Principal Component	<input type="checkbox"/> Proceeds to Supplier	<input type="checkbox"/> OTHER (describe in Remarks Below)
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BUYER/SUPPLIER NAME	Signature: _____
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- ❖ Add additional pages for further details. Items with values represent potential additions to the value of goods imported from this supplier. These additions to value should be reported by the supplier/reporter on the import invoice along with the price paid for the goods.
- ❖ Below please find a slide detailing the different types of assists to use for your reference.
- ❖ If you have any questions on Assists, please call Maryam Harwood at Dialcom 81288-2587 or (864) 254-2587.

Please send this Assist Questionnaire to GEPS Customs Compliance, Attention: Rae-Ann Lacheneau at FAX 518-288-6672 or e-mail to raepse.us@ams.ge.com

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ASSIST MATRIX

GNF-A ASSIST MATRIX

Foreign Supplier	Commodity	Assists?	Material Assist	Transportation Assist	Tooling Assist	Financial Assist	Engineering Assist
GNF-J	9 X 9 Spacers	Yes	Yes	Yes	N/A	N/A	N/A
GNF-J	10 X 10 Spacers	Yes	Yes	Yes	N/A	N/A	N/A
GE Canada	Zirconium Tubes	Yes	Yes	Yes	N/A	N/A	N/A
Zeus (France)	Channel Strips	No	N/A	N/A	N/A	N/A	N/A
Russia?	Bar Stock	No	N/A	N/A	N/A	N/A	N/A
GE Canada	Uranium Dioxide Pellets	No	N/A	N/A	N/A	N/A	N/A
Urenco, Enusa?	Uranium Hexafluoride	No	N/A	N/A	N/A	N/A	N/A
KZ	Uranium Dioxide Powder	No	No	No	N/A	N/A	N/A

Zirconium Tubes	
Commodity Value	\$100.00
Quantity	10
Commodity Subtotal	\$1,000.00
Material Assists	
<i>Material xyz</i>	\$700.00
Transportation Assist	\$200.00
Tooling Assist	\$100.00
Financial Assist	\$0.00
Engineering Assist	\$300.00
Assists Subtotal	\$1,300.00
Total Import Value (markup??)	\$2,300.00

- GE Energy Customs Compliance will provide all imports by description to Sourcing, Finance, and Logistics.
- The Business is responsible for advising GE Customs Compliance of any Assists provided to Foreign Suppliers.
- A high-level Assist Matrix will be created as an indicator to reflect all additions to value for imports identified as having Assists.
- A more detailed Assist breakdown per Commodity type will be created for use by GE Energy Pre-Entry Import Analysts with actual values.