

ANNEX 16C
VALUE OF THRESHOLDS

1. Each Party shall calculate and convert the value of the thresholds into its own currency using the average of the daily conversion rates of the respective currency in terms of SDRs, published by the IMF in its monthly “International Financial Statistics”, over the two-year period preceding October 1 or November 1 of the year prior to the thresholds becoming effective, which will be from January 1 of the following year.
2. The Parties shall notify each other of the value, in their respective currencies, of the newly calculated thresholds no later than one month before the respective thresholds take effect. Thresholds expressed in their respective currencies will be fixed for two years, i.e. calendar years.
3. For Korea, the value of the thresholds for goods and services thus revised shall, where necessary, be rounded down to the nearest one million Korean won. The value of the thresholds for construction services thus revised shall, where necessary, be rounded down to the nearest ten million Korean won.