

## LIST OF INELIGIBLE ITEMS

No withdrawals shall be made in respect of:

- (i) expenditures for goods included in the following groups or subgroups of the United Nations Standard International Trade Classification, Revision 3 (SITC, Rev. 3), or any successor groups or subgroups under future revisions to the SITC, as designated by Asian Development Bank (ADB) by notice to the borrower;
- (ii) expenditures in the currency of the borrower or of goods supplied from the territory of the borrower;
- (iii) expenditures for goods supplied under a contract that any national or international financing institution or agency will have financed or has agreed to finance, including any contract financed under any loan or grant from the ADB;
- (iv) expenditures for goods intended for a military or paramilitary purpose or for luxury consumption;
- (v) expenditures for narcotics;
- (vi) expenditures for environmentally hazardous goods, the manufacture, use or import of which is prohibited under the laws of the borrower or international agreements to which the borrower is a party, and any other goods designated as environmentally hazardous by agreement between the borrower and ADB; and
- (vii) expenditures on account of any payment prohibited by the borrower in compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations.

| Ineligible Items |         |  |
|------------------|---------|--|
| Chapter          | Heading | Description of Items   |
| 112              |         | Alcoholic Beverages  |
| 121              |         | Tobacco, unmanufactured; tobacco refuse  |
| 122              |         | Tobacco, manufactured (whether or not containing tobacco substitute)   |
| 525              |         | Radioactive and associated materials   |
| 667              |         | Pearls, precious and semiprecious stones, unworked or worked   |
| 718              | 718.7   | Nuclear reactors, and parts thereof, fuel elements (cartridges), non-irradiated for nuclear reactors   |
| 728              | 728.43  | Tobacco processing machinery   |
| 897              | 897.3   | Jewelry of gold, silver or platinum-group metals (excepts watches and watch cases) and goldsmiths' or silversmiths' wares (including set gems) |
| 971              |         | Gold, non-monetary (excluding gold ore and concentrates)   |

Source: Asian Development Bank.