

NEW WORK ITEM PROPOSAL (NP)

DATE OF CIRCULATION: 2024-05-22	CLOSING DATE FOR VOTING: 2024-08-14
PROPOSER:	REFERENCE NUMBER:
☑ ISO member body: SAC	□ WITHIN EXISTING COMMITTEE Document Number: Committee Secretariat:
☐ Committee, liaison or other:	Committee Secretariat.
	☑ PROPOSAL FOR A NEW PC

A proposal for a new work item within the scope of an existing committee shall be submitted to the secretariat of that committee.

A proposal for a new project committee shall be submitted to the Central Secretariat, which will process the proposal in accordance with ISO/IEC Directives, Part 1, Clause 2.3.

Guidelines for proposing and justifying new work items or new fields of technical activity (Project Committee) are given in ISO/IEC Directives, Part 1, Annex C.

IMPORTANT NOTE: Proposals without adequate justification and supporting information risk rejection or referral to the originator.

PROPOSAL

(to be completed by the proposer, following discussion with committee leadership if appropriate)

English title

Cross-border trade of second-hand goods —Part 1: General requirements

French title

(Please see ISO/IEC Directives, Part 1, Annex C, Clause C.4.2).

In case of amendment, revision or a new part of an existing document, please include the reference number and current title

SCOPE

(Please see ISO/IEC Directives, Part 1, Annex C, Clause C.4.3)

This part establishes general requirements and minimum screening criteria for second-hand goods that are traded, sold, offered for sale, donated or exchanged between countries.

This part is intended to help protect health, safety, sustainability in which second-hand goods interact, when used by customers.

This part is applicable to second-hand goods that are shipped across at least one international border, and where the intended end user is a consumer.

This part does not apply to goods that are remanufactured and rebuilt.

PURPOSE AND JUSTIFICATION

(Please see ISO/IEC Directives, Part 1, <u>Annex C</u> and additional guidance on justification statements in the brochure <u>Guidance on New Work</u>)

Second-hand goods trade has been in practice for many years as low-cost, durable, and safe second-hand goods as an alternative to higher-priced new goods are highly welcomed. With the rapid development of e-commerce in recent years, cross-border transactions of second-hand goods are becoming increasingly common. In addition, the re-use of consumer goods is viewed as a significant factor in promoting sustainable development because it is more resource efficient than manufacturing new items and it diverts goods that might otherwise go to landfills and other disposal facilities. Although it is generally understood that the expectations on second-hand goods will be somewhat lower than new goods, they are still obliged to meet basic requirements to guarantee consumer health and safety. Nonetheless, dangerous or unsustainable second-hand goods can find their way into the market, leading to serious health and safety risks and resource waste problems for the importing country.

When this work first started in ISO, an important issue was clothing and personal items that might be contaminated. With the rise of consumption in consumer electronics, more and more 2nd-hand electronics are entering into market. Safety and environment issues of products such as batteries, appliances and other electronic or electrical items are becoming more prominent for the consumers. In the first edition, requirements that should be applied to 2nd-hand electronics, e.g. hazardous substances contained in electronics, risk of fire, etc, are inadequate. Additionally, many 2nd-hand electrical and electronic appliances are refurbished before sale,i.e repaired, cleaned, tested, redecorated to be restored to a like-new condition. Yet, the refurbished goods are treated the same as remanufactured goods and excluded in first edition and this need to be addressed in new revision.

With the intention to include general requirements that can apply to all major 2nd-hand goods, the revision will re-structure the first edition and detail the general requirements in alignment with the basic principles of safety, health, sustainability, etc..

Also in first edition, the roles of consumers, consignees, customs, market surveillance agencies, etc. in evaluation and determination of conformity are not adequately reflected in first edition. Checklist in Annex is intended to be used by importers and exporters only. With the revision, the process, roles of participants and methods of evaluation are detailed.

In addition, with the rise of online second-hand trade and the digitalization in trade, it becomes more demanding that proper data needs to be exchanged among 2nd-hand trade participants and the lack of data can lead to a range of issues that affect consumer safety, public health and environmental sustainability. Without adequate data e.g. the condition and history of second-hand items, consumers can not make informed decisions and may unknowingly purchase products that are fake or unsafe. Data is also necessary for effective market regulation. Without proper data, platforms cannot take effective quality control measures to prevent unsafe 2nd-hand goods to be transactioned and authorities struggle to oversee the second-hand market, leading to a higher incidence of fraud, counterfeit goods, and the sale of banned or unsafe products. Data is also crucial for tracking the environmental impact of second-hand trade and help to promote practices such as EU Digital Product Passport which intends to reduce waste and encourage recycling. Also the data relevant is not limited to product information, other information such as the historic record of the consignee, the transaction records of the item, may also be helpful in boosting consumer trust and confidence in 2nd-hand trade.

The first edition is inadequate in what information and how they should be exchanged among different participants for purpose of satisfying the requirements listed in the document. As the document is not product specific, the revision intends to establish a conceptual data model which can be applied to all 2nd-hand goods and also allows data augmentation when it applies to specific product. The revision also intends to make reference to the existing trade data models and data

elements specified in relevant standards e.g. ISO7372. To avoid making one document too complicated, it is proposed to split the revision of ISO 20245 into two parts with Part 1 focusing on the general requirements and Part 2 focusing on relevant data exchange among various participants in the supply chain.

The proposed revisions of Part 1 include:

- -- Restructure to differentiate between "Basic Principle" and "Evaluation requirements for second-hand goods" and detail requirements to reflect safety, health and sustainability concerns of major 2nd-hand goods.
- -- Revise to specify "Process", "Participants" and "Method" of "Determination of conformity" and detail how the evaluation is implemented.
- -- Include refurbished goods in the scope to reflect the reality in booming online second-hand trade, and redefine refurbished goods to differentiate with remanufactured goods.

Part 2 of ISO 20245 will later be proposed together with ISO/TC154 to address what and how the minimum required information is exchanged in second-hand trade in order to ensure the compliance with general requirements of Part 1. And it is intended to include:

- -- Conceptual data model(s) of what information are necessary for meeting the requirements listed in Part 1
- -- Data elements and their mapping with existing data models (e.g. ISO7372)
- -- Method and technologies that can be applied in data exchange
- -- Process of data exchange and roles of participants in data exchange.

(Please use this field or attach an annex)

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Secretary General of Chinese Member Body of ISO, SAC

PROJECT MANAGEMENT

Preferred document		
\boxtimes	International Standard	
	Technical Specification	
	Publicly Available Specification*	

^{*} While a formal NP ballot is not required (no eForm04), the NP form may provide useful information for the committee P-members to consider when deciding to initiate a Publicly Available Specification.

	oposed Standard Development Track (SDT – to be discussed by the proposer with the committee nager or ISO/CS)
	18 months □ 36 months
Pro	posed date for first meeting: 2024-11-30
Pro	posed TARGET dates for key milestones
•	Circulation of 1 st Working Draft (if any) to experts: 2024-09-30 Committee Draft consultation (if any):):2025-03-30 DIS submission*: 2025-08-30 Publication*: 2026-08-30
	arget Dates for DIS submission and Publication should be set a few weeks ahead of the limit es automatically determined when selecting the SDT.
It is	s proposed that this DOCUMENT will be developed by: An existing Working Group, add title
	A new Working Group (Note that the establishment of a new Working Group requires approval by the parent committee by a resolution) The TC/SC directly To be determined This proposal relates to a new ISO document
	This proposal relates to the adoption, as an active project, of an item currently registered as a Preliminary Work Item This proposal relates to the re-establishment of a cancelled project as an active project Other: Reactivate PC245
Add	ditional guidance on project management is available <u>here</u> .
PR	EPARATORY WORK
	A draft is attached An existing document serving as the initial basis is attached An outline is attached Note: at minimum an outline of the proposed document is required
The	e proposer is prepared to undertake the preparatory work required:
\boxtimes	Yes □ No
If a	draft is attached to this proposal:
Ple	ase select from one of the following options:
	The draft document can be registered at Preparatory stage (WD – stage 20.00) The draft document can be registered at Committee stage (CD – stage 30.00) The draft document can be registered at enquiry stage (DIS – stage 40.00)

	If the attached document is copyrighted or includes copyrighted content, the proposer confirms that copyright permission has been granted for ISO to use this content in compliance with clause 2.13 of ISO/IEC Directives, Part 1 (see also the Declaration on copyright).
	ATION OF THE PROPOSAL TO EXISTING INTERNATIONAL STANDARDS AND ON-GOING INDARDIZATION WORK
	he best of your knowledge, has this or a similar proposal been submitted to another standards elopment organization or to another ISO committee?
	Yes ⊠ No
If Ye	es, please specify which one(s)
	The proposer has checked whether the proposed scope of this new project overlaps with the scope of any existing ISO project
	If an overlap or the potential for overlap is identified, the proposer and the leaders of the existing project have discussed on: i. modification/restriction of the scope of the proposal to avoid overlapping, ii. potential modification/restriction of the scope of the existing project to avoid overlapping.
	If agreement with parties responsible for existing project(s) has not been reached, please explain why the proposal should be approved
	Has a proposal on this subject already been submitted within an existing committee and rejected? If so, what were the reasons for rejection?
This	project may require possible joint/parallel work with IEC (please specify the committee) CEN (please specify the committee) Other (please specify)
	ase select any UN Sustainable Development Goals (SDGs) that this proposed project ald support (information about SDGs, is available at www.iso.org/SDGs)
	GOAL 1: No Poverty GOAL 2: Zero Hunger GOAL 3: Good Health and Well-being GOAL 4: Quality Education GOAL 5: Gender Equality GOAL 6: Clean Water and Sanitation GOAL 7: Affordable and Clean Energy GOAL 8: Decent Work and Economic Growth GOAL 9: Industry, Innovation and Infrastructure GOAL 10: Reduced Inequality GOAL 11: Sustainable Cities and Communities GOAL 12: Responsible Consumption and Production GOAL 13: Climate Action GOAL 14: Life Below Water GOAL 15: Life on Land GOAL 16: Peace, Justice and strong institutions
N/A	· · · · · · · · · · · · · · · · · · ·

Identification and description of relevant affected stakeholder categories (Please see ISO CONNECT)

Benefits/Impacts/Examples

Industry and commerce – large industry

1. Boost sales of new products. Due to the imbalance of global economic development and large differences in consumer income and consumption level, stable cross-border trade of second-hand goods can enable residents in economically developed areas to transfer secondhand goods at any time and then buy similar new products for consumption, which is bound to promote the sales of new products. 2. Promote the upgrading of enterprises' production technology and product quality. Cross-border trade of secondhand products can change consumer mindsets as they become more inclined to purchase products that can be resold in the future. This will force manufacturers to adopt a market-oriented approach and produce higher quality, more durable goods.

Industry and commerce - SMEs

SMEs can effectively reduce the cost and risk of production & operation and improve efficiency by using of second-hand goods that meet the requirements specified in this standard. It is helpful to facilitate the circulation of second-hand goods.

Government

It is helpful for relevant countries to improve the regulatory system in cross-border trade of second-hand products, and prevent waste from leaving and entering the country in the name of second-hand products, and protect the ecological environment and personal and property safety of the importing country.

Consumers

The standard specifies the minimum screening requirements of cross-border circulation second-hand goods in terms of use function, safety, hygiene, and service life cycle, which protects the legitimate rights and interests of consumers and helps consumers choose reliable second-hand products.

Labour

Cross-border trade of second-hand goods not only generates employment opportunities but also effectively stimulates job growth in related industries such as cleaning, repair, packaging, and express delivery.

Academic and research bodies
Standards application businesses
Non-governmental organizations

This can help non-governmental organizations establish effective acceptance criteria for donated second-hand goods, particularly in terms of ensuring functionality, safety, and hygiene.

Other (please specify)

This standard can make second-hand goods experience multiple consumption cycles across various levels and occasions, extending their usage period. This contributes significantly to resource utilization, waste reduction, and environmental protection.

Listing of countries where the subject of the proposal is important for their national commercial interests (Please see ISO/IEC Directives, Part 1, Annex C, Clause C.4.8)

Canada, United States, Korea, China, Australia, Japan, Brazil, Singapore, Kenya, Tanzania, Nigeria, Botswana, South Africa, Indonesia, Siri Lanka

Listing of external international organizations or internal parties (other ISO and/or IEC committees) to be engaged in this work (Please see ISO/IEC Directives, part 1, Annex C, Clause C.4.9)

WTO, WCO, ISO/TC154, ISO/COPOLCO, ISO/TC321, ISO/TC324

Listing of relevant documents (such as standards and regulations) at international, regional and national level (Please see ISO/IEC Directives, Part 1, Annex C, Clause C.4.6)
Relevant regulations:

- 1) The United States: Used motor vehicle trade regulation rule 16 CFR Part 455, 2016;
- 2) Canada: Information for shoppers of second-hand products-Health Canada, 2012;
- 3) Japan: Antique articles business act;
- 4) New Zealand: Second-hand dealers and pawnbrokers act, 2004;
- 5) Singapore: Second-hand goods dealers act, 2007;
- 6) China: Five-year plan from 2021 to 2025 to promote circular economy, 2021;

Guide for China used car export, 2021

Measures for the administration of used goods circulation (Trial), 1998;

- 7) Australian: Government department of the environment and heritage, Criteria for the export and import of used electronic equipment1, 2012;
- 8) Brazil: MDIC Ordinance No. 235, 2006;
- 9) Norway: The second-hand trade regulation 1999;
- 10) Kenya: Kenya gazette supplement, national assembly bills, 2019;
- 11) New South Wales: Pawnbrokers and second-hand dealers regulation 2021;
- 12) Victoria: Second-hand dealers and pawnbrokers act 1989.

Relevant standards:

- 1) Japan: Criteria for judging second-hand products when exporting used electrical and electronic equipment;
- 2) Australian/New Zealand: In-service safety inspection and testing—Second-hand equipment prior to sale (AS/NZS 5761:2011);

3)	Canada	a: Industry guide to second-hand products (including children's products), 2013
4)	China:	GB/T 21667:2008 General rules of the second-hand goods qualification;
		GB/T 30342:2013 Classification for the second-hand goods;
		GB/T 33492-2017 Management criterion for second hand goods market.
AD	DITIONA	AL INFORMATION
Mai	ntenan	ce Agencies (MAs) and Registration Authorities (RAs)
		roposal requires the designation of a maintenance agency. lease identify the potential candidate:
		oposal requires the designation of a registration authority. lease identify the potential candidate
		ection and appointment of the MA or RA are subject to the procedure outlined in ISO/IEC Part 1, <u>Annex G</u> and <u>Annex H</u> .
Kno	own pat	ented Items (Please see ISO/IEC Directives, Part 1, Clause 2.14)
	Yes	⊠ No
If Y	es, prov	ide full information as an annex
ls t	his prop	oosal for an ISO management System Standard (MSS)?
	Yes	⊠ No
	•	, this proposal must have an accompanying justification study. Please see the decided Supplement to the ISO/IEC Directives, Part 1, <u>Annex SL</u> or <u>Annex JG</u>

ISO PC245

Date: 2024-04-29

Cross-border Trade of Second-hand goods – Part 1: General requirement

NP stage

Warning for WDs and CDs

This document is not an ISO International Standard. It is distributed for review and comment. It is subject to change without notice and may not be referred to as an International Standard.

Recipients of this draft are invited to submit, with their comments, notification of any relevant patent rights of which they are aware and to provide supporting documentation.

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Foreword

ISO (the International Organization for Standardization) is a worldwide federation of national standards bodies (ISO member bodies). The work of preparing International Standards is normally carried out through ISO technical committees. Each member body interested in a subject for which a technical committee has been established has the right to be represented on that committee. International organizations, governmental and non-governmental, in liaison with ISO, also take part in the work. ISO collaborates closely with the International Electrotechnical Commission (IEC) on all matters of electrotechnical standardization.

The procedures used to develop this document and those intended for its further maintenance are described in the ISO/IEC Directives, Part 1. In particular the different approval criteria needed for the different types of ISO documents should be noted. This document was drafted in accordance with the editorial rules of the ISO/IEC Directives, Part 2 (see www.iso.org/directives).

Attention is drawn to the possibility that some of the elements of this document may be the subject of patent rights. ISO shall not be held responsible for identifying any or all such patent rights. Details of any patent rights identified during the development of the document will be in the Introduction and/or on the ISO list of patent declarations received (see www.iso.org/patents).

Any trade name used in this document is information given for the convenience of users and does not constitute an endorsement.

For an explanation on the voluntary nature of standards, the meaning of ISO specific terms and expressions related to conformity assessment, as well as information about ISO's adherence to the World Trade Organization (WTO) principles in the Technical Barriers to Trade (TBT) see the following URL: www.iso.org/iso/foreword.html.

This document was prepared by Project Committee ISO/PC 245, *Cross-border trade of second-hand goods-—Part 1: General requirements.* This edition of ISO 20245 cancels and replaces ISO/TS 20245: 2017.

The main changes compared to ISO 20245:2017 are as follows:

- 1. Rename the document as Second-hand goods trade-- Part 1:General Requirements to avoide confusion that this-document can not be applied within the country. This document applies to second-hand trade both within the country/region and accross border.
- 2.1. Restructure to differentiate between "Basic Principle" and "Evaluation requirements for second-hand goods" and detail requirements to reflect safety, health and sustainability concerns of major 2nd-hand goods.
 3.2. Revise to specify "Process", "Participants" and "Method" of "Determination of conformity" and detail how the evaluation is implemented.
- 4. Include refurbished goods in the scope to reflect the reality in booming online second-hand trade, and redefine refurbished goods to differentiate with remanufactured goods.
- 5.3. Revise checklist and make it applicable to all relevant participants, not just importers and exporters

Introduction

The cross-border movement of second-hand goods has been in practice for many years as low-cost, durable and safe second-hand goods as an alternative to higher-priced new goods are highly welcomed. With the rapid development of e-commerce in recent years, cross-border transactions of second-hand goods are becoming increasingly common. In addition, the re-use of consumer goods is viewed as a significant factor in promoting sustainable development because it is more resource efficient than manufacturing new items and it diverts goods that might otherwise go to landfills and other disposal facilities.

Although it is generally understood that the expectations on second-hand goods will be somewhat lower than new goods, they are still obliged to meet basic requirements to guarantee consumer health and safety. Nonetheless, dangerous or unsustainable second-hand goods can find their way into the market, leading to serious health and safety risks and resource waste problems for the importing country.

When this work first started in ISO, an important issue was clothing and personal items that might be contaminated. With the rise of consumption in consumer electronics, more and more 2nd-hand electronics are entering into market. Safety and environment issues of products such as batteries, appliances and other electronic or electrical items are becoming more prominent for the consumers. In the first edition, requirements that should be applied to 2nd-hand electronics, e.g. hazardous substances contained in electronics, risk of fire, etc, are inadequate. Additionally, many 2nd-hand electrical and electronic appliances are refurbished before sale,i.e repaired, cleaned, tested, re-decorated to be restored to a like-new condition. Yet, the refurbished goods are treated the same as remanufactured goods and excluded in first edition and this need to be addressed in new revision.

With the intention to include general requirements that can apply to all major 2^{nd} -hand goods, the revision will restructure the first edition and detail the general requirements in alignment with the basic principles of safety, health, sustainability, etc. in 2^{nd} -hand goods trade.

Also in first edition, the roles of consumers, consignees, customs, market surveillance agencies, etc. in evaluation and determination of conformity are not reflected adequately in first edition. With the revision, the process, roles of participants and methods of evaluation will be detailed.

In addition, with the rise of online second-hand trade and the digitalization in trade, it becomes more demanding that proper data needs to be exchanged among 2nd-hand trade participants and the lack of data can lead to a range of issues that affect consumer safety, public health and environmental sustainability. Without adequate data e.g. the condition and history of second-hand items, consumers can not make informed decisions and may unknowingly purchase products that are fake or unsafe. Data is also necessary for effective market regulation. Without proper data, platforms cannot take effective quality control measures to prevent unsafe 2nd-hand goods

to be transactioned and authorities struggle to oversee the second-hand market, leading to a higher incidence of fraud, counterfeit goods, and the sale of banned or unsafe products. Data is also crucial for tracking the environmental impact of second-hand trade and help to promote practices such as EU Digital Product Passport which intends to reduce waste and encourage recycling. Also the data relevant is not limited to product information, other information such as the historic record of the consignee, the transaction records of the item, may also be helpful in boosting consumer trust and confidence in 2nd-hand trade.

It is necessary describe what information and how they should be exchanged among participants to ensure the requirements listed in this document are met. To avoid making one document too complicated, it is proposed that ISO 20245 are split into two parts with Part 1 focusing on the general requirements and Part 2 focusing on relevant data exchange among various participants in the supply chain.

This document relates to health, safety and environment. It is intended to be used in conjunction with other standards that might impact the trade of consumer products, notably ISO 10377, ISO 10393 and ISO 22380.

The use of this document should not interfere with non-profits and other charitable organizations that offer second hand goods to developing countries at little or no cost.

1 Cross-border trade of second-hand goods —Part 1: General requirements

2 1 Scope

- 3 This document establishes general requirements and minimum screening criteria for second-hand goods that are
- 4 traded, sold, offered for sale, donated or exchanged between countries.
- 5 This document is intended to help protect health, safety, and sustainability in which second-hand goods interact,
- 6 when used by consumers.
- 7 This document is applicable to second-hand goods that are shipped across at least one international border, and
- 8 where the intended end user is a consumer.
- 9 This document does not apply to goods that are remanufactured and rebuilt.

10 2 Normative references

11 There are no normative references in this document.

12 3 Terms and definitions

- 13 For the purposes of this document, the following terms and definitions apply.
- 14 ISO and IEC maintain terminological databases for use in standardization at the following addresses:
- 15 ISO Online browsing platform: available at https://www.iso.org/obp
- 16 IEC Electropedia: available at http://www.electropedia.org/
- 17 **3.1**
- 18 consumer
- 19 individual member of the general public purchasing or using property, products or services for private purposes
- 20 [SOURCE: ISO 26000:2010, 2.2]
- 21 **3.2**
- 22 consumer product
- 23 product designed and manufactured primarily for, but not limited to, personal use, including its components,
- 24 parts, accessories, instructions and packaging

25 [SOURCE: ISO 10377:2013, 2.2, modified —The word "produced" has been replaced by "manufactured"] 26 **3.3** 27 export and import 28 movement of goods from one party to another party, in their respective connotations 29 Note 1 to entry: Adapted from the Rotterdam Convention^[29]. 30 **3.4** 31 consignee 32 receiver 33 party to which goods are consigned 34 [SOURCE: ISO 17687:2007, 3.8] 35 **3.5** 36 primary feature 37 function required for the correct operation of a product based on the foreseen design 38 EXAMPLEA primary feature is that the starter of a car works correctly. 39 **3.6** 40 secondary feature 41 additional function in a product that is not required for correct operation of the product 42 EXAMPLEA secondary feature is that the GPS in a car works correctly. 43 **3.7** 44 second-hand goods 45 goods or components/parts that have been in service (leased, loaned or owned) and that are re-entering a market 46 for sale, lease or use by a second user or an end user 47 Note 1 to entry: For the purposes of this document, products that are rebuilt, refurbished or remanufactured 48 within context of the WTO concept paper^[27] are not considered to be second-hand goods.

49 **3.8** 50 safety 51 freedom from risk which is not tolerable [SOURCE: ISO/IEC Guide 51: 2014, 3.14] 52 supplier 53 54 entity that provides products or services to satisfy the consignee's requirements 55 Note 1 to entry: A user may also act in the capacity of a supplier. EXAMPLEManufacturer; seller; donor. 56 57 [SOURCE: ISO 11161:2007, 3.24, modified — The original definition has been adapted to the context of second-58 hand goods] 59 risk 60 combination of the probability of occurrence of harm and the severity of that harm 61 [SOURCE: SOURCE: ISO/IEC Guide 51:2014, 3.9] 62 **3.9** 63 refurbish 64 restore or improve the quality and performance of a used product to the original or other predetermined condition and function 65 66 Note 1 to entry: Refurbished products do not require a warranty equivalent to that of a new product. Note 1 to entry: Refurbish may include but is not limited to, replacing or repairing components, aesthetical 67 68 maintenance, software upgrades, etc. 4 Basic principles 69 70 **4.1 Compliance** 71 Businesses and individuals have the obligation in second-hand goods trade to ensure that second-hand goods

comply with all applicable laws, regulations and standards of the importing, exporting, and transit countries.

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72

73 **4.2 Health**

- 74 Second-hand goods should pose no health risks beyond those risks generally permitted for new goods and meet
- 75 the applicable requirements for general consumer health for similar products.

76 **4.3 Safety**

- 77 Second-hand goods should pose no safety risks beyond those risks generally permitted for new goods and meet
- 78 the applicable requirements for general safety for similar products.
- 79 Entities that service, maintain and supply second-hands should be appropriately qualified in order to ensure
- product safety for the consumer.

81 **4.4 Quality**

- 82 The performance, durability and usability of consumer second-hand goods should meet the expectations of a
- 83 reasonable consumer who has full knowledge that the goods are in second-hand condition.

84 4.5 Authenticity

- 85 Second-hand goods should not be counterfeit or replicas, and the product description should reflect the actual
- 86 condition of the item.

87 4.6 Sustainability

- 88 Trade of second-hand goods should ensure that it is environmentally, socially, and economically responsible for
- 89 all participating countries.

5 Evaluation requirements for second-hand goods

92 5.1 General factors to be considered by suppliers or recipients of second-hand goods

- 93 Prior to acceptance of second-hand goods, suppliers or recipients should confirm that the product supplied or
- 94 ordered meets minimum acceptance criteria. The acceptance criteria should specify the requirements indicated in
- 95 5.2 to 5.9.

90

91

96 5.2 Compliance requirements

- 97 The acceptance criteria for compliance should specify requirements for:
- 98 confirmation that the goods have been verified to meet the conditions for acceptance by the consignee;
- 99 -- waste should not be classified as second-hand goods.

100 101 102 5.3 Health requirements 103 The acceptance criteria for health should specify requirements for: 104 — 105 5.4 Safety requirements 106 The acceptance criteria for safety should specify requirements for: 107 product instructions and warnings; conformity with safety standards in the country of export and import 108 109 product life expectancy or expiry date of product; 110 5.5 Quality requirements 111 5.5.1 Performance requirements 112 Second-hand goods should meet the minimum acceptable level of a critical property for similar products. 113 5.5.2 Usability/Usage requirements 114 Second-hand goods should be in proper working order and able to achieve their intended goals effectively in 115 specified context of use. 116 The acceptance criteria for usage requirements should specify requirements for: 117 — the marketplaces where the product will be sold or donated; 118 — climatic conditions; 119 — safety instructions, warnings and manuals in the language of the country where the product will be imported and sold; 120 protection of the environment, packaging, labelling of origin, etc.; 121 122 — the environment (e.g. an industrial facility, an office, a nursery, a residential home) in which the product can 123 be used and the environment in which the product cannot be used;

124 125	
126	— transportation to market and storage.
127	 ensuring the goods are fit for all the purposes for which they are normally supplied.
128	5.5.3 Durability requirements
129 130	
131	-
132	5.6 Authenticity requirements
133	The acceptance criteria for authenticity requirements should specify requirements for:
134	 provision for a written description and matching the condition of the goods supplied or ordered;
135	-
136	5.7 Sustainability requirements
137	The acceptance criteria for sustainability requirements should specify requirements for:
137 138 139	 Second-hand goods should meet the applicable environmental requirements for similar products at the
138	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination.
138 139 140	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination.
138 139 140	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination. Product information requirements (To be determined - Move to part 2)
138 139 140 141	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination. Product information requirements (To be determined - Move to part 2) The acceptance criteria for product information should specify requirements for:
138 139 140 141	 — Second-hand goods should meet the applicable environmental requirements for similar products at the final destination. — 5.8 Product information requirements (To be determined - Move to part 2) The acceptance criteria for product information should specify requirements for: — information about the product in the language of the country where it will be sold or donated;
138 139 140 141 142	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination. Froduct information requirements (To be determined - Move to part 2) The acceptance criteria for product information should specify requirements for: information about the product in the language of the country where it will be sold or donated; features, functions or characteristics of the product;
138 139 140 141 142 143	 Second-hand goods should meet the applicable environmental requirements for similar products at the final destination. Product information requirements (To be determined - Move to part 2) The acceptance criteria for product information should specify requirements for: information about the product in the language of the country where it will be sold or donated; features, functions or characteristics of the product; instructions for assembly, maintenance and post-use disposal;

148 Second-hand goods should have the correct product identification, nameplate and rating. Electrical products 149 should work at, and be compatible with, the power and plugs of the country of destination. 150 Second-hand goods that are mechanical, electrical or fuel powered should be provided with statements of major 151 accidents, maintenance and repair records, trading contracts, statements and proof of no-recalls. 6 Determination of conformity 152 153 **6.1 Overview** 154 Those who obtain, transfer or deliver, distribute or sell second-hand goods shall implement a procedure to 155 identify applicable conventions on cross-border trade with respect to the traded product, including banned or 156 restricted goods and equipment, and to determine how these conventions apply to the cross-border trade of 157 second-hand goods. 158 **6.2 Process** 159 Interested parties in supply chain should first determine the criteria for assessing the goods, then select the 160 appropriate methods for conformity determination that can fulfil the need of criteria. If the interested parties 161 could not conduct the compliance determination by themselves, restricted by area, personnel, capacity, etc., they 162 could consult third-party institutions or experts for professional evaluation. 163 This determination of conformity general process is applicable across different categories of second-hand goods. 164 On this basis, the interested parties are enabled to determine the specific processes according to specific goods 165 evaluation demands. 166 **6.3 Method** 167 6.3.1 **Physical Inspection:** 168 An alternative or complement to product testing is product inspection, where the product is visually inspected to 169 ensure that the acceptance criteria are met and that specified safety and health documentation has been 170 completed. 171 6.3.2 **Documentation Audit** 172 Auditing of documentation provided by the supplier of the product can be used as a complement or an alternative 173 to testing or inspecting. The documentation supplied should present evidence that demonstrates conformity of the 174 product to the requirements. This would include test reports, inspection reports and conformity assessment 175 documentation. Review any available documentation such as receipts, warranty cards, or user manuals, and the

conformity history of the supplier of the product and the product's history of reported incidents, recalls and

consumer complaints.

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Third-party Evaluation

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6.3.3

179 180 181 182 183 184	Third-party institutions in a specific field can provide professional, unbiased, and systematic evaluation of the items to prove the conformity of the product to the requirements. This process may include expert appraisal, physical and chemical identification using instruments and reagents, documentation audit, etc. The third-party institution that attested the conformity of second-hand goods should meet the requirements of ISO/IEC 17020, ISO/IEC 17025 or 1SO/IEC 17065. 6.4 Participants
185	6.4.1 Overview
186 187	Parties that distribute, sell or accept second-hand goods should be able to provide evaluations and determine the conformity of the goods if required.
188	6.4.2 Supplier
189 190 191 192	Supplier should provide data with respect to the extent that the product meets applicable specifications and standards and how conformity was determined. Confirmation could take the form of test results generated by internal facilities or independent laboratories, conformity assessment results or, where required, a health declaration from a recognized institution in the country of origin.
193 194	The supplier shall have the right to verify, require proof of conformity, and hold other members of the supply chain responsible for correcting non-conforming products.
195	6.4.3 Exporter
196 197 198	Transborder trade exporter should complete the checklists for exporter (Annex 1, Table A.l.), and visually inspect the product prior to shipment or import acceptance to ensure that the acceptance criteria are met and that specified safety and health documentation has been completed.
199	6.4.4 Importer
200 201 202	Transborder trade importer should complete the checklists for importer (Annex 1, Table A.2), and review the proof of conformity and use proper methods, e.g. visually inspection, sampling inspection, to ensure the import acceptance criteria are met.
203	6.4.5 Consignee/Recipients
204 205	Consignee should have the right to write specific requirements that include acceptance criteria (i.e.safety,quality), applicable conformity requirements for where the products are intended to be manufactured, sold and used, and

206 207	the permissible number and type of defects (e.g.not accepting undergarments in used clothing bales or bales that have not been fumigated).
208 209	The consignee should have the right to verify, to require proof of conformity with, and to hold the other members of the supply chain accountable for correction of,non-conforming products.
210	6.4.6 Consumer
211 212	Consumers could determine the conformity independently through physical inspection (e.g. check appearance, quantity), document verification, etc., or consulting third-party organizations for professional evaluation.
213 214	The consumer should have the right to require proof of conformity with, and to hold the other members of the supply chain accountable for correction of,non-conforming products.
215	6.4.7 Market surveillance
216 217 218	Complaints or incidents related to second-hand goods, or to any party in the supply chain of cross-border trade of second-hand goods to the consumer, should be tracked and recorded. On-going complaints and incidents should lead to a revaluation of the supply chain and the second-hand goods involved.
219	7 Classification of condition
220 221	7.1 The condition of second-hand goods should be classified as "A", "B", "C" or "D" according to the following ranking.
222 223 224	The second-hand goods should perform in accordance with the conditions upon which they have been classified and meet all the requisites (e.g. for class "B", manuals should be provided, preferably in the language of the country of destination).
225 226 227	— "A" = "Very good" condition. Class A products should have all their primary and secondary features available (operational). In addition, operating instructions, maintenance manuals, care instructions and parts manuals should be provided, preferably in the language of the consignee.
228 229 230	EXAMP E 1A class "A" automobile has all primary and secondary functions fully operational, in a well-maintained interior and exterior condition, and has all manuals and care information available and in the language of the country of destination.

233	— "B" = "Good" condition. Class "B" products should have all their primary and most of their secondary features
234	available (operational). Where practical, operating instructions, maintenance manuals, care instructions and
235	parts manuals should be provided, preferably in the language of the consignee.
236	EXAMPLE 3A class "B" automobile has all primary functions operational and most secondary functions fully
237	operational, although some functions, e.g. air conditioning, might not work or the internal trunk release might not
238	function. The interior and exterior is clean but shows some wear. Manual and instructions might be available and
239	provided in the language of the country of destination.
240	EXAMPLE 4A class "B" stove/range has all primary functions (e.g. burners, oven) operational, but secondary
241	functions, e.g. the oven light or warming drawer, might not function. The stove/range is clean but might show
242	some wear. Manuals and instructions booklets might be available in the language of the country of destination.
243244	— "C" = "Acceptable" condition. Class "C" products should have most of their primary and secondary features available (operational).
245	EXAMPLE 5A class "C" automobile has most primary and secondary functions fully operational but the power
246	train or brakes might need repair or servicing and the windshield wipers might need replacement. The
247	automobile is in working condition, but wear on the interior (e.g. worn fabrics, stains) and exterior (e.g. faded
248	paint, dents) exist. Manuals and instructions might not be available and might be not be available m the language
249	of the country of destination or the country of origin of the product.
250	EXAMPLE 6A class "C" stove/range has most, but not all, primary and secondary functions fully operational (e.g. a
251	burner or burners might not work or the oven might not work; the oven light might not work or might need
252	replacement). Manuals and instructions booklets might not be available in the language of the country of
253	destination or the country of origin of the product.
254	— "D" = "Unfit" condition. Class "D" products have most of their primary and secondary features unavailable
255	(non-operational) and should be traded only for the purpose of extracting parts for aftermarket needs.
256	EXAMPLE 7A class "D" automobile might have some components/parts or assemblies in working condition, but is
257	not otherwise roadworthy and could have been in an accident or have very high mileage. There are no manuals or
258	instructions available. The automobile or its components/parts are only for parts extraction.
259	EXAMPLE 8A class "D" stove/range is non-functioning and is strictly for parts extraction as burners, or elements
260	could be used to repair identical products. There are no manuals or instructions available.
261 262	7.2 Products that are primarily intended for safety should be considered unacceptable for trading as second-hand goods (e.g. moulded case circuit breakers, child car seats,
262	protective clothing, safety work footwear, life jackets and personal flotation devices).

264 265	Annex A (informative)
266	Sample checklists for exporters and importers of second-hand goods
267	Table A.l and Table A.2 provide basic examples of checklists for exporters and importers. Since second- hand
268	goods cover a wide range of products and different technologies, users of this document should supplement the
269	checklists with appropriate product-specific requirements.
270	The checklists for the exporters and importers should be in the language of the country of import.
271	Table A.1 is a checklist for the exporter (source and interim country). Table A.2 is a checklist for the importer
272	(parties). Other users may also adapt or make use of these checklists.
273	

274 Table A.1- Exporter checklist

Exporter	
Originating country of product	
Country/ countries where product was processed (sorted, assessed, packed and treated)	
Cross-border shipping route	
Product type (HS code)	
Name	
Quantity	
Source of product (donated or purchased)	
Condition (class "A", "B", "C" or "D" according to Annex B)	
Was a warranty/guarantee supplied with this product?	
If so, identify warranty/guarantee and if any restrictions apply	
Recalls of this product in any jurisdiction?	
If recalled, who issued the recall?	
If recalled product is in the shipment, it should be removed and returned, disposed of or destroyed.	
Has the product been repaired?	
If repaired, what was the repair ?	
When was the repair done?	
Did the product require servicing?	
If serviced, what was serviced?	
When was the product serviced?	
Are there any known or found defects?	
If so, what are the defects?	
Are product literature, manuals (installation, maintenance manuals) provided?	
In what languages?	
For electrical or electronic products, what is the phase, voltage, current, cycle and amperage (e.g. single phase 110 VAC, 60 cycle, 10 A or single phase 240 AC, 50 cycle, 10 A)?	
Is it permitted to export the product?	
Are there any restrictions on countries to export to, or on the condition of the product?	
Has this product been cleaned and disinfected?	
Will this product be processed in another country before arrival in the final importing country?	

276 Table A.2- Importer checklist

Importer (final importer and any organization that imports/exports the goods in transit)	
Originating country of product	
Country/countries where products were processed (sorted; assessed; packed and treated)	
Cross-border shipping route	
Organization	
Address	
Contact person	
Email	
Phone	
Product type (HS code)	
Name	
Quantity	
Source of product (donated or purchased)	
Condition received (class "A", " B", "C" or "D" according to Annex B)	
Was a warranty/guarantee supplied with this product?	
If so, identify warranty/guarantee and if any restrictions apply	
Recalls that apply (if recalled product should not be accepted)	
Has the product been repaired?	
Does the product require repair?	
When was the repair done?	
Did the product require servicing?	
If serviced, what was serviced?	
When was the product serviced?	
Does the product require servicing?	
If so, what servicing is required?	
Are there any defects on the product?	
If so, what are they?	
Are product literature, manuals (installation, maintenance manuals) provided?	
Language(s) required	
Language(s) provided	
For electrical or electronic products, what is the phase, voltage, current, cycle and amperage (e.g. single phase110 VAC, 60 cycle, 10A or single phase 240 AC, 50 cycle, 10A)?	
Is it permitted to import the product?	
Are there any restrictions on countries to export from or on condition?	
Has this product been cleaned and disinfected?	
Was the product processed in another country before arrival in the final importing country?	

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