§ 10.915 Regional value content.

(a) General. Except for goods to which paragraph (d) of this section applies, where General Note 32(n), HTSUS, sets forth a rule that specifies a regional value content test for a good, the regional value content of such good must be calculated by the importer, exporter, or producer of the good on the basis of the build-down method described in paragraph (b) of this section or the build-up method described in paragraph (c) of this section.

(b) Build-down method. Under the build-down method, the regional value content must be calculated on the basis of the formula \( RVC = \frac{(AV - VNM)}{AV} \times 100 \), where RVC is the regional value content, expressed as a percentage; AV is the adjusted value of the good; and VNM is the value of non-originating materials that are acquired and used by the producer in the production of the good, but does not include the value of a material that is self-produced.

(c) Build-up method. Under the build-up method, the regional value content must be calculated on the basis of the formula \( RVC = \frac{VOM}{AV} \times 100 \), where RVC is the regional value content, expressed as a percentage; AV is the adjusted value of the good; and VOM is the value of a good used in the production of the good.