

Annex V Thresholds

Part A Thresholds applicable to Mexico

1. The thresholds for procurement, by entities listed in Annex I (federal government entities) are:
 - 100,000 United States dollars for goods or services specified in Annexes II and III, or any combination thereof, and
 - 6,500,000 United States dollars for construction services specified in Annex IV.
2. The thresholds for procurements by entities listed under Annex I (government enterprises) are:
 - 250,000 United States dollars for goods or services specified in Annexes II and III, or any combination thereof, and
 - 8,000,000 United States dollars for construction services specified in Annex IV.
3. However, in order to provide equivalence to the current value of the thresholds applied in the context of the North American Free Trade Agreement, Mexico shall, from the entry into force of this Agreement, apply the actual North American Free Trade Agreement thresholds instead of those mentioned in paragraphs 1 and 2.
4. Mexico shall calculate and convert the value of the thresholds into pesos using the conversion rate of the Banco de México. Its conversion rate shall be the existing value of the Mexican peso in terms of the US dollar as of 1 December and 1 June of each year, or the first working day thereafter. The conversion rate as of 1 December shall apply from 1 January to 30 June of the following year, and the conversion rate as of 1 June shall apply from 1 July to 31 December of that year.

Part B Thresholds applicable to Israel

Central Government Entities

Goods (specified in Annex II) Threshold: 130,000 SDR

Services (specified in Annex III) Threshold: 130,000 SDR

Construction Services (specified in Annex IV) Threshold: 8,500,000 SDR

Other Governmental Entities

Goods (specified in Annex II)	Threshold:	355,000 SDR
Services (specified in Annex III)	Threshold:	355,000 SDR
Construction Services (specified in Annex IV)	Threshold:	8,500,000 SDR