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Indonesia

Trade Policy Monitoring

New Requirements for Selected Food & Beverages

2009

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Report Highlights:

Effective February 1, 2009, Indonesia will require specified imported food and beverages products classified under 188 harmonized tariff codes to be surveyed at the loading port and to enter one of five major Indonesian ports.

Includes PSD Changes: No Includes Trade Matrix: No Trade Report Jakarta [ID1] [ID]

Overview

The Indonesian Ministry of Trade issued a regulation increasing the requirements for imported products that fall under 505 Indonesian 10-digit harmonized tariff codes, including food and beverages under 188 lines. The regulation will take effect February 1, 2009 and last until December 31, 2009 for the products in the food and beverage categories. The regulation limits the ports of entry, requires importer registration, and requires surveys by government-approved companies before export.

Content of the regulation

The regulation stipulates that importers of certain electronics, textiles, toys, footwear, and food and beverages must obtain an Appointment of Registered Importer of Certain Products (RI-Certain Products) from the Ministry of Trade. The importer must also submit to the Ministry of Trade 6 documents including a one-year import plan that includes the entry ports for each shipment during the year. According to the regulation, the appointment will be valid for one year and can be extended.

In addition effective February 1, 2009, shipments of the selected products must be surveyed at the exporting port by a local appointee of PT Sucofindo (Persero) or PT Surveyor Indonesia, or in some cases there will be a local office representing both the Indonesian companies. The company will verify the contents of the shipments. The importer should submit a Surveyor Report to the Indonesian Custom's officer for clearance. Products must enter the ports at Belawan in North Sumatera, Tanjung Priok in Jakarta, Tanjung Emas in Semarang (Central Java), Tanjung Perak in Surabaya (East Java), Makassar in South Sulawesi, or an international airport.

Products imported as a capital good or raw material by the producer or if it is to be processed in a bonded zone before entering another Indonesian Customs area are not subject to this regulation.

Impact on U.S. food and beverages exported to Indonesia

Total exports of U.S. food and beverages to Indonesia under the selected HTS codes were \$8.6 million in 2007. Most of these goods enter through the designated ports, so the limitation should not impact trade.

It is unclear if the Ministry of Trade will use the importer registration requirements to limit the number of importers since the Ministry has yet to complete the process for any of the importers that have applied. It is too early to estimate the impact of requiring a one-year import plan but it will limit importers' ability to adjust to changing market conditions.

Following the announcement of the regulation, the two companies formed a "Joint Cooperation", which further limits competition. In addition, the companies did not appear to be properly briefed on the provision prior to the Ministry finalizing the regulation.

Following is a list of the products included in the regulation:

List of food and beverage products that includes in Certain Products category under Regulation No: 56/M-DAG/12/2008

Description	HS Code
Sausages and similar products, of meat, meat offal or blood;	1601.00.00.11
food preparation based on these products	1601.00.00.19
ioou preparation based on these products	1601.00.00.09
Other prepared or preserved meat, meat offal or blood	1602.10.10.00
other prepared of preserved meat, meat onal of blood	1602.10.90.00
	1602.20.00.00
	1602.31.00.00
	1602.32.10.00
	1602.32.90.00
	1602.39.00.00
	1602.41.10.00
	1602.41.90.00
	1602.42.10.00
	1602.42.90.00
	1602.49.11.00
	1602.49.19.00
	1602.49.91.00
	1602.49.99.00
	1602.50.00.00
	1602.90.10.00
	1602.90.90.00
Extracts and juices of meat, fish or crustaceans, mollusks or	1603.00.10.00
other aquatic invertebrates	1603.00.20.00
	1603.00.30.00
	1603.00.90.00
Prepared or preserved fish; caviar and caviar substitutes	1604.11.10.00
prepared from fish egg	1604.11.90.00
	1604.12.10.00
	1604.12.90.00
	1604.13.11.00
	1604.13.19.00
	1604.13.91.00
	1604.13.99.00
	1604.14.10.00
	1604.14.90.00
	1604.15.10.00
	1604.15.90.00
	1604.16.10.00
	1604.16.90.00
	1604.19.30.00
	1604.19.90.00
	1604.20.11.00
	1604.20.19.00
	1604.20.21.00
	1604.20.29.00
	1604.20.91.00
	1604.20.99.00
	1604.30.10.00
	1604.30.90.00
Cructacoon mollucco and other aquatic invertebrates	
Crustacean, molluscs and other aquatic invertebrates, prepared or preserved	1605.10.10.00
	1605.10.90.00
	1605.20.11.00
	1605.20.19.00

	1605.20.91.00
	1605.20.99.00
	1605.30.00.00
	1605.40.10.00
	1605.40.90.00
	1605.90.10.00
	1605.90.90.00
Sugar confectionary (including white chocolate), not containing cocoa	1704.10.00.00
	1704.90.10.00
	1704.90.20.00
	1704.90.90.00
Chocolate and other food preparations containing cocoa	1806.10.00.00
	1806.20.10.00
	1806.20.90.00
	1806.31.10.00
	1806.31.90.00
	1806.32.10.00
	1806.32.90.00
	1806.90.10.00
	1806.90.20.00
	1806.90.90.00
Malt extract; food preparations of flour, groats, meal, starch or	1901.10.10.00
malt extract, not containing cocoa or containing less than 40%	1901.10.20.00
by weight of cocoa calculated on a totally defatted basis, not	
elsewhere specified or included; food preparations of goods of	1901.10.30.00
headings 04.01 to 04.04, not containing cocoa or containing	1901.10.90.00
less than 5% by weight of cocoa calculated on a totally	1901.20.10.00
defatted basis, not elsewhere specified or included	1901.20.20.00
defatted basis, not elsewhere specified of included	1901.20.30.00
	1901.20.40.00
	1901.90.10.00
	1901.90.20.00
	1901.90.31.00
	1901.90.39.00
	1901.90.41.00
	1901.90.49.00
	1901.90.90.00
	1901.90-90.90
Pasta, whether or not cooked or stuffed (with meat or other	1902.11.00.00
substances) or otherwise prepared, such as spaghetti,	1902.19.20.00
macaroni, noodles, lasagna, gnocchi, ravioli, cannelloni;	1902.19.90.00
couscous, whether or not prepared	1902.20.10.00
	1902.20.90.00
	1902.30.10.00
	1902.30.20.00
	1902.30.90.00
Descent of the state in solar state (1997) and the	1902.40.00.00
Prepared foods obtained by the swilling or roasting of cereals	1904.10.00.00
or cereals products (for examples, corn flakes); cereals (other	1904.20.00.00
than maize (corn)) in grain form or in the form of flakes or	1904.30.00.00
other worked grains (except flour, groats and meal), pre-	1904.90.10.00
cooked or otherwise prepared, not elsewhere specified or	1904.90.90.00
included	
Bread, pastry, cakes, biscuits and other bakers' wares,	1905. 10.00.00
whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing	1905.20.00.00
	1905.31.10.00
wafers, rice paper and similar products.	1905.31.20.00
	1905.32.00.00

	1905.40.00.00
	1905.90.10.00
	1905.90.20.00
	1905.90.30.00
	1905.90.40.00
	1905.90.50.00
	1905.90.60.00
	1905.90.70.00
	1905.90.80.00
Tomata pasta in battle or sachat paskaga	1905.90.90.00
Tomato paste in bottle or sachet package	Ex 2002.90.10.00
Jams, fruit jellies, marmalades, fruit, or nut puree and fruit or	2007.10.00.00
nut pastes, obtained by cooking, whether or not containing	2007.91.00.00
added sugar or other sweetening matter	2007.99.10.00
	2007.99.90.00
Fruit, nuts and other edible parts of paints, otherwise	2008.11.10.00
prepared or preserved, whether or not containing added sugar	2008.11.20.00
or other sweetening matter or spirit, not elsewhere specified	2008.11.90.00
or included	2008.19.10.00
	2008.19.90.00
	2008.20.00.00
	2008.30.10.00
	2008.30.90.00
	2008.40.10.00
	2008.40.90.00
	2008.50.10.00
	2008.50.90.00
	2008.60.10.00
	2008.60.90.00
	2008.70.10.00
	2008.70.90.00
	2008.80.10.00
	2008.80.90.00
	2008.91.00.00
	2008.99.10.00
	2008.99.20.00
	2008.99.30.00
	2008.99.40.00
	2008.99.90.00
Fruit juices (including grape must) and vegetable juices,	2009.12.00.00
unfermented and not containing added spirit, whether or not	2009.21.00.00
containing added sugar or other sweetening matter	2009.31.00.00
	2009.41.00.00
	Ex. 2009.50.00.00
	2009.61.00.00
	2009.71.00.00
	Ex. 2009.80.10.00
	Ex. 2009.80.90.00
	Ex. 2009.90.00.00
Extracts, essences and concentrates, of coffee, tea or mate	2101.11.10.00
and preparations with a basis of these products or with a basis	2101.11.90.00
of coffee, tea or mate; roasted chicory and other roasted	2101.12.00.00
coffee substitutes, and extracts, essences and concentrates	2101.20.10.00
thereof	2101.20.90.00
	2101.30.00.00
Sauces and preparations therefore; mixed condiments and	2103.10.00.00
mixed seasonings; mustard flour and meal and prepared	2103.20.00.00
	2.00.20.00.00

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mustard	2103.30.00.00
	2103.90.10.00
	2103.90.20.00
	2103.90.30.00
	2103.90.90.00
Soups and broths and preparations therefore; homogenized	2104.10.10.00
composite food preparations	2104.10.90.00
	2104.20.10.00
	2104.20.90.00
Ice cream and other edible ice, whether or not containing	2105.00.00.00
сосоа	
Waters, including natural or artificial mineral waters and	2201.10.00.00
aerated waters, not containing added sugar or other	
sweetening matter nor flavored; ice and snow	
Waters, including mineral waters and aerated waters,	2202.10.10.00
containing added sugar or other sweetening matter or	2202.10.90.00
flavored, and other non alcoholic beverages	2202.90.10.00
	2202.90.20.00
	2202.90.30.00
	2202.90.90.00
Cigars, cheroots and cigarillos, containing tobacco	2402.10.00.00
Cigarettes containing tobacco	2402.20.10.00
	2402.20.90.10
	2402.20.90.90

Note: According the Indonesian Ministry of Trade "ex" refers to the former HTS code for that product.