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Grain and Feed and Oilseed Tariff Update

Report Categories:

Agricultural Situation

Grain and Feed

Oilseeds and Products

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Report Highlights:

Indonesian Ministry of Finance (MOF), on December 22, 2010, increases import duties for some grain & feed, and oilseed products from zero to five percent. Considering the protests from the industry and anticipated increased food and feed prices, MOF issues Decree No. 13/PMK.011/2011 on January 24, 2011 that temporarily reduced the previously increased import duty of grain and feed and oilseeds to zero percent.

General Information:
Policy and Programs

On December 22, 2010, the Indonesian Ministry of Finance issued Decree No. 241/PMK.011/2010, increasing import duties for some grain & feed, and oilseed products to five percent from the previous rate of zero. The previous zero tariff rates had been enforced since January 2008. As a result of this decision, the Indonesian food and feed industries have protested the tariff increase.

Considering the protests from the industry and anticipated increased food and feed prices in both international and domestic markets, the Government of Indonesia (GOI) rescinded the regulation by issuing Ministry of Finance Decree No. 13/PMK.011/2011 on January 24, 2011. The new decree temporarily reduced the previously increased import duty of grain and feed and oilseeds to zero percent.

The new import duty is effective from the stipulation date of the regulation and will last through December 31, 2011. If no further action is taken, the import duties of the following affected commodities will return to five percent on December 31, 2011:

No.	HS Code	Description
1.	1001.90.19.00	Wheat (other than meslin) for human consumption
2.	1201.00.90.00	Soybean, not for sowing
3.	2301.10.00.00	Flours, meals, and pellets of meat or meat offals, greaves
4.	2301.20.00.00	Flours, meals, and pellets of fish or crustaceans, mollusks, or other aquatic invertebrates.
		Bran, sharps, and other residues, whether or not in the form of pellets, derived from the sifting, milling or other working of cereals or of leguminous plants.
5.	2302.30.00.00	- of wheat
6.	2302.40.90.00	- of other cereals
7.	2302.50.00.00	- of leguminous plants
		Oil-cake and other solid residues, whether or not ground or in the form of pellets, resulting from the extraction of vegetables fats or oils, other than those of heading 2304 or 2305
8.	2304.00.00.00	Soya bean oil cake and other solid residues, W/N ground or pellet
9.	2305.00.00.00	Ground nut oil cake and other solid residues, W/N ground or pellet.
	2306	Oil-cake and other solid residues, W/N ground or in the form of pellets, resulting from the extraction of vegetable fats or oils, other than those of heading 23.04 or 23.05.
10.	2306.90.20.00	- of corn germ
11.	2306.90.90.00	- of others
12.	2309.90.20.00	Premixes, feed supplements, or feed additives

