Summarized for IBAI Member



Wednesday, 17th November 2021

INFORMATION

Regulation of the Minister of Finance (PMK) Number 142/PMK.010/21 concerning Imposition of Import Duty Safeguard Measures on the Import of Clothing Products and Clothing Accessories

In accordance with the Regulation of the Minister of Finance (PMK) Number 142/PMK.010/2021 concerning the Imposition of Safeguard Measures Import Duty on the Import of Clothing Products and Apparel Accessories, the imposition of Safeguard Measures Import Duty (BMTP) for clothing products and accessories is officially **effective from 12 November 2021 for three years**. The regulation is motivated by the continued soaring import of clothing that threatens the domestic industry.

Safeguard Measures Import Duty (BMTP) is a state levy that can be imposed on imported goods in the event of a surge in imports, both absolute and relative to similar domestically produced goods or goods that are directly competitive. BMTP is applied if the surge in imports causes or threatens to cause serious losses to the domestic industry. The imposition of BMTP on imported clothing is an additional general import duty or an additional preferential import duty based on the applicable international goods trade agreement.

In this latest regulation, the Government imposes BMTP on imported clothing on 134 tariff posts for clothing products and clothing accessories. The range of BMTP imposed on clothing and clothing accessories regulated in this policy is between Rp. 19,260 to Rp. 63,000 per piece for the first year and gradually decreases to Rp. 56,858 per piece in the third year. The types of products imposed by BMTP consist of:

- Casual tops
- Formal tops
- Bottoms
- Suits
- Ensembles
- Dresses
- Outerwear
- Baby clothing and accessories
- Headwear And neckwear

The imposition of BMTP on imported clothing set by the government applies to all countries, *except* for the headwear and neckwear segment as many as 8 tariff posts produced from 122 countries, with the condition that they must submit a certificate of origin as stated in the attachment of PMK 142/PMK .010/2021. In addition, the list of exception for 122 countries is available in the link below on page 12.

Reference:

• The regulation of the Minister of Finance (PMK) Number 142/PMK.010/21

If you require a copy of the reference document above, please do not hesitate to contact <u>research@ibai.or.id</u>. Thank you for your attentionand hope this information would be valuable for you.

Italian Business Association in Indonesia (IBAI)

c/o Istituto Italiano di Cultura Jakarta
Jl. HOS Cokroaminoto No. 117 Menteng Jakarta 10310 INDONESIA
P: +6281 1979 4262 E: ibai@ibai.or.id







