

Dated: February 15, 2021

The Imposition of Safeguards Enterprises on the Import of Carpet and Other Floor Covering Textile Products on Ministry of Finance Regulation No. 10/PMK.010/2021

The Indonesian government officially imposes security measures (Bea Masuk Tindakan Pengamanan/BMTP) through the issuance of the Ministry of Finance of the Republic of Indonesia by the Regulation Number 10/PMK.010/2021 about the Imposition of Safeguards Enterprises on the Import of Carpet and Other Floor Covering Textile Products starting from Wednesday, 17 February 2021.

The imposition of BMTP is to recover serious losses or prevent the threat of serious losses and provide opportunities for business actors in related products in the domestic industry to carry out structural adjustments so that the business actor could be able to compete with similar imported products. The policy would prevent domestic carpet producers from suffering serious losses from excessive imports.

The imposition of BMTP on imported carpet products in the Ministry of Finance Regulation (Peraturan Menteri Keuangan/PMK) No. 10/PMK.010/ 2021 is valid for 3 years with different rates for each period;

The first year's imposition period with a rate of IDR 85,679 / m² is valid for 1 year starting from February 17, 2021.

In the second year of the imposition period, the BMTP rate of IDR 81,763 / m² applies after the end date of the first year. The third-year imposition period uses a rate of IDR 78,027 / m² which is valid after the end of the first year of the second year period.

The imposition of BMTP applies to carpet imports from all countries, except for fabric products produced from 123 designated countries, such as Albania, Belize, Chile, Guyana, Hong Kong, India, Malaysia, and Vietnam. The imposition of BMTP is in addition to the general import duty (Most Favored Nation/MFN). Meanwhile, in countries that have trade cooperation with Indonesia and comply with the applicable agreement scheme, this BMTP will be an addition to preferential import duties.

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