

GUIDELINE FOR RATIFYING PLAN FOR IMPORTING GOODS AND VERIFICATION OF INDUSTRY FOR PROVIDING FACILITIES ON IMPORT DUTY TO BE BORNE BY GOVERNMENT

**(Regulation of Minister of Industry of R.I
Number 07/M-IND/PER/3/2017, dated March 1, 2017)**

WITH THE BLESSING OF THE ONE AND ONLY GOD

MINISTER OF INDUSTRY OF THE REPUBLIC OF INDONESIA

Considering:

- a. whereas, in granting facilities on Import Duty to be borne by Government, it is necessary to govern provision on ratification of Plan for Importing Goods and Verification of Industry;
- b. whereas, based on consideration as referred to in letter a, it is necessary to stipulate Regulation of Minister of Industry on Guideline for ratifying Plan for Importing Goods and verifying the industry in the context of providing facilities on Import Duty to be borne by Government;

In view of:

1. Law Number 3 Year 2014, concerning Industry (Statute Book of the Republic of Indonesia Year 2014 Number 4, Supplement to Statute Book of Republic of Indonesia Number 5492);
2. Presidential Regulation Number 29 Year 2015, concerning Ministry of Industry (Statute Book of the Republic of Indonesia Year 2015 Number 54);
3. Regulation of Minister of Industry Number 27/M-IND/PER/5/2008, concerning provision and procedure for verifying industry utilizing facilities in the form of compensation and/or exemption of Import Duty (State

Gazette of the Republic of Indonesia Year 2008 Number 4);

4. Regulation of Minister of Finance Number 248/PMK. 011/2014, concerning Import Duty borne by Government for Importing goods and materials for use to produce goods, and services for public interest and for improvement competitiveness in particular industrial sector (State Gazette of the Republic of Indonesia Year 2014 Number 1979);
5. Regulation of Minister of Industry Number 107/M-IND/PER/11/2015, concerning Organization and Work Procedure of Ministry of Industry (State Gazette of the Republic of Indonesia Year 2015 Number 1806);

DECIDES:

To stipulate:

REGULATION OF MINISTER OF INDUSTRY ON GUIDELINE FOR RATIFYING PLAN FOR IMPORTING GOODS AND VERIFYING INDUSTRY IN GRANTING FACILITIES ON IMPORT DUTY TO BE BORNE BY GOVERNMENT.

Article 1

What is meant in this Regulation of Minister by:

1. Import Duty borne by Government hereinafter referred to as BM DTP shall be facilities on overdue Import Duty paid by the Government by allocated fund as stipulated in State Revenue and Expenditure Budget and/ or Amendment to State Revenue and Expenditure Budget.
2. Particular Industrial Sector shall be industry reasonably to be granted BM DTP based on the policy on National industrial development.
3. Industry verification shall be examination of industry to be assured and/or to be authentic on justification of the requirement for use of the facilities of BM DTP and analysis of the benefit of the facilities of BM DTP on industrial development.
4. Verification Operating Institution shall be independent verification institution as stipulated by the Minister conduct verification on industry.

5. Minister shall be Minister exercising Administration affair on Industry.
6. Director General Managing Industry shall be Director General within the Ministry of Industry in charge of industry that may benefit by BM DTP facilities.

Article 2

- (1) BM DTP may be granted to particular industrial sector.
- (2) BM DTP as referred to in paragraph (1) may be granted based on the provisions below:
 - a. goods and material not produced yet locally;
 - b. goods and material already produced locally but not yet complies with the required specification; or
 - c. goods and material that have been producted locally but the volume still not sufficient to cover industrial need.

Article 3

- (1) To obtain BM DTP, company shall be obliged to have Plan for Importing Goods that hs been approved and ratified by the Director General Manging Industry.
- (2) Further provision on procedure to ratifying Plan for Importing Goods as referred to in paragraph (1) shall be governed in Regulation of Director General Managing Industry.

Article 4

- (1) To obtain ratification on Plan for Importing Goods as referred to in Article 3, company shall be obliged to hold Statement Letter of Verified Industry.
- (2) The Statement Letter on Verified Industry referred to in paragraph (1) is issued by Verification Operating Institution.

Article 5

- (1) Verified Industry that is required to obtain Statement Letter of Verified Industry shall be implemented in line with the provision in Regulation of Minister of Industry Number 27/M-IND/PER/5/2008, concerning provision and procedure for Industry Verification for Industry utilizing facilities of exempted Import Duty.
- (2) Further provision on procedure for verification of industry shall be governed in Regulation of the Head of Body within the Ministry of Industry in charge to exercise investigation and development on industry. Industry.

Article 6

- (1) Establishment of Verification Executing Agency shall be conducted by the Minister.
- (2) Determination of Verification Implementing Agency as referred to in paragraph (1) shall be conducted for a period of 2 (two) years

Article 7

By the time this Regulation of Minister comes to force, Regulation of Minister of Industry Number 27/M-IND/PER/5/2008, concerning provisions and procedure for Industry verification for industry benefiting from the facilities on exempted Import Duty survives to the extent it does not conflict with this Regulation of Minister.

Article 8

This Regulation of Minister takes effect on the date it is enacted.

For public recognition, this Regulation of Minister shall be announced by placing it in the State Gazette of the Republic of Indonesia.

Stipulated di Jakarta

Dated March 1, 2017

MINISTER OF INDUSTRY
OF THE REPUBLIC OF INDONESIA,

sgd/

AIRLANGGA HARTARTO

Enacted di Jakarta

Dated March 2, 2017

DIRECTOR GENERAL OF STATUTORY REGULATION
OF MINISTRY OF LAW AND HUMAN RIGHTS

OF THE REPUBLIC OF INDONESIA,

sgd

WIDODO EKATJAHJANA

STATE GAZETTE REPUBLIC OF INDONESIA
YEAR 2017 NUMBER 363

(BN)