



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

COPY OF
REGULATION OF THE MINISTER OF FINANCE
NUMBER 110 / PMK.011 / 2011

CONCERNING
IMPORT DUTY BORNE BY THE GOVERNMENT FOR THE IMPORT OF GOODS AND
MATERIALS FOR THE MANUFACTURE OF ELECTRONIC COMPONENTS AND / OR
PRODUCTS FOR FISCAL YEAR 2011

BY THE GRACE OF GOD ALMIGHTY
THE MINISTER OF FINANCE,

Considering

- :
- a. Whereas in the context of fulfilling the provision of goods and / or service for public interest and improving the competitiveness of the industry of manufacture of electronic component and / or products at home, it is necessary to grant fiscal incentive in the form of Import Duty Borne by the Government for the import of goods and materials by industry of manufacture of electronic components and / or products;
 - b. whereas for the import of goods and materials for the industry of manufacture of electronic components and / or products which has met the criteria for the assessment and conditions of goods and materials to be granted with Import Duty Borne by the Government, in accordance with the provisions of Article 2 of Regulation of the Minister of Finance Number 261 / PMK. 011 / 2010 concerning Import Duty Borne by the Government for the Import of Goods and Materials for Producing Goods and / or Services for Public Interest and Improvement of Competitiveness of Industry of Certain Sectors for Fiscal Year 2011;
 - c. whereas in the context of the granting of Import Duty Borne by the Government for the import of goods and materials for the industry of manufacture of electronic components and / or products as intended in point b, has been



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determined budget allocation for the provision of Import Duty Borne by the Government for Fiscal Year 2011;

- d. whereas based on the consideration as intended in point a, point b, and point c and in the context of implementing the provision of Article 3 paragraph (4) of Regulation of the Minister of Finance Number 261 / PMK.011 / 2010 concerning Import Duty Borne by the Government for the Import of Goods and Materials for Producing Goods and / or Services for Public Interest and Improvement of Competitiveness of Industry of Certain Sectors for Fiscal Year 2011, it is necessary to stipulate Regulation of the Minister of Finance concerning Import Duty Borne by the Government for the Import of Goods and Materials for the Manufacture of Electronic Components and / or Products for Fiscal Year 2011;

In view of

- :
1. Law Number 10 Year 1995 concerning Customs (State Gazette of the Republic of Indonesia Year 1995 Number 75, Supplement to the Gazette of the Republic of Indonesia Number 3612) as has been amended with Law Number 17 Year 2006 (State Gazette of the Republic of Indonesia Year 2006 Number 93, Supplement to the Gazette of the Republic of Indonesia Number 4661);
 2. Law Number 17 Year 2003 concerning State Finance (State Gazette of the Republic of Indonesia Year 2003 Number 47, Supplement to the Gazette of the Republic of Indonesia Number 4286);
 3. Law Number 17 Year 2003 concerning State Finance (State Gazette of the Republic of Indonesia Year 2003 Number 47, Supplement to the State Gazette of the Republic of Indonesia Number 4286);
 4. Law Number 1 Year 2004 concerning State Treasury (State Gazette of the Republic of



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Indonesia Year 2004 Number 5, Supplement to the Gazette of the Republic of Indonesia Number 4355);

5. Law Number 10 Year 2010 concerning State Revenue and Expenditure Budget Year 2011 (State Gazette of the Republic of Indonesia Year 2010 Number 126, Supplement to the Gazette of the Republic of Indonesia Number 5167);
6. Presidential Decree Number 56 / P Year 2010;
7. Regulation of the Minister of Finance Number 63 / PMK. 05 / 2010 concerning Mechanism for the Implementation and Accountability of Import Duty Borne by the Government;
8. Regulation of the Minister of Finance Number 261 / PMK. 011 / 2010 concerning Import Duty Borne by the Government for the Import of Goods and Materials for Producing Goods and / or Services for Public Interest and Improvement of Competitiveness of Industry of Certain Sectors for Fiscal Year 2011;

HAS DECIDED

To stipulate

: REGULATION OF THE MINISTER OF FINANCE CONCERNING IMPORT DUTY BORNE BY THE GOVERNMENT FOR THE IMPORT OF GOODS AND MATERIALS FOR THE MANUFACTURE OF ELECTRONIC COMPONENTS AND / OR PRODUCTS FOR FISCAL YEAR 2011

Article 1

Referred to in this Regulation of the Minister of Finance as:

1. Company shall be companies belonging to the category of industry with the main activity of manufacturing electronic components and / or products.
2. The Goods and Materials for the Industry of Manufacture of Electronic Components and / or Products, hereinafter referred to as Goods and Materials shall be finished goods, semi-finished goods and / or raw materials, including spare parts and components to be processed, assembled or commissioned for the manufacture of certain parts of big equipment and / or assembly of big equipment



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by the Company.

Article 2

- (1) Import Duty Borne by the Government shall be granted for the import of Goods and Materials as set out in the Attachment to this Regulation of the Minister of Finance which shall constitute an inseparable part of this Regulation of the Minister of Finance.
- (2) The Import Duty Borne by the Government as intended in paragraph (1) shall be tax subsidy expenditure as intended in Regulation of the Minister of Finance concerning the mechanism of implementation and accountability of Import Duty Borne by the Government.
- (3) The Import Duty Borne by the Government shall not be granted to:
 - a. Goods and Materials imposed with import duty in the amount of 0% (zero percent);
 - b. Goods and Materials imposed with import duty in the amount of 0% (zero percent) under international treaty or agreement;
 - c. Goods and Materials Imposed with Anti Dumping Import Duty / Temporary Anti Dumping Import Duty, Security Measure Import Duty / Temporary Safeguard Measure Import Duty, Compensation Import Duty, Recompense Import Duty;
 - d. Goods and Materials imported to Bonded Zones using Import Customs Notification documents granted with the suspension of import duty and tax in the context of import and / or
 - e. Goods and Materials imported in the context of utilization of Export Destination Import Facility.
- (4) The Import Duty Borne by the Government as intended in paragraph (1) shall be granted with budget allocation in the amount of Rp 12,500,000,000.00 (twelve billion five hundred million rupiah).
- (5) The Minister of Finance as the State General Treasury as the User of Budget of the State General Treasury Budget shall appoint the Director General of High Technology Based Excellent Industry of the Ministry of Industry as the Budget User Proxy to implement expenditure payment tax subsidy borne by the government.
- (6) The Import Duty Borne by the Government with the allocation as intended in paragraph (4) for the Company shall be determined by the Budget User Proxy as intended in paragraph (5)



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Article 3

- (1) In order to obtain the Import Duty Borne by the Government as intended in Article 2 paragraph (1), the Company shall file application to the Director General of Customs and Excise attached with Goods Import Plan approved and certified by the Director General of Director General of High Technology Based Excellent Industry of the Ministry of Industry.
- (2) The Goods Import Plan as intended in paragraph (1) shall at least contain the elements of data as follows:
 - a. number and date of the Goods Import Plan;
 - b. name of Company;
 - c. Taxpayer Registration Number;
 - d. address;
 - e. customs office of the entry of goods;
 - f. detail, type and technical specification of goods;
 - g. tariff post (HS);
 - h. goods quantity / unit;
 - i. estimated import price
 - j. country of origin;
 - k. estimated import duty borne by the government; and
 - l. Company managers.

Article 4

- (1) Upon the application as intended in Article 3 paragraph (1), the Director General of Customs and Excise shall give approval or rejection within the maximum period of 14 (fourteen) days as of the receipt of full application;
- (2) The approval as intended in paragraph (1) may be in the form of partial approval or full approval for the Goods and Materials set out in the Goods Import Plan attached to the application filed by the Company as intended in Article 3;
- (3) In the event that the application as intended in Article 3 paragraph (1) is partially or fully approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue Decree of the Minister of Finance concerning Import Duty Borne by the Government for the import of Goods and Materials for the manufacture of electronic components and / or products by industry of manufacture of electronic components and / or products.
- (4) In the event that the application as intended in Article 3 paragraph



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(1) is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall deliver rejection notification letter to the Company by indicating the reasons for the rejection.

Article 5

- (1) Upon the realization of the Import Duty Borne by the Government the implementation of which is based on Decree of the Minister of Finance as intended in Article 4 paragraph (3), local Customs and Excise Supervisory and Service Office or Customs and Excise Main Service Office shall affix the stamp "IMPORT DUTY BORNE BY THE GOVERNMENT BY VIRTUE OF REGULATION OF THE MINISTER OF FINANCE NUMBER 103 / PMK.011 / 2011" on all sheets of the Import Customs Notification.
- (2) The Import Customs Notification as intended in paragraph (1) shall be used as the ground for the record of receipt of the Import Duty Borne by the Government and shall be allocated as tax subsidy expenditure in the same amount.

Article 6

- (1) In the event of inconsistency between the Goods and Materials to be imported and the list of Goods and Materials in the Decree of the Minister of Finance as intended in Article 4 paragraph (3), the Company may file application for the amendment to the Decree of the Minister of Finance.
- (2) The application as intended in paragraph (1) shall be filed to the Director General of Customs and Excise and attached with Amended Goods Import Plan which has been approved and certified by the the Director General of High Technology Based Excellent Industry.

Article 7

- (1) Upon the application as intended in Article 6, the Director General of Customs and Excise shall give approval or rejection in a maximum period of 14 (fourteen) days as of the full receipt of the application.
- (2) The approval on the application for amendment to Decree of the Minister of Finance as intended in paragraph (1) may be in the form of partial or full approval.
- (3) In the event that the application as intended in Article 6 is partially



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or fully approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue Decree of the Minister of Finance concerning Import Duty Borne by the Government for the import of Goods and Materials for the manufacture of electronic components and / or products by the industry of manufacture of electronic components and / or products..

- (4) In the event that the application as intended in Article 6 is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall deliver rejection notification to the Company by indicating the reasons for the rejection.

Article 8

The implementation and accountability of the Import Duty Borne by the Government as intended in Article 2 shall be carried out in accordance with the provisions of Regulation of the Minister of Finance providing for the mechanism of the implementation and accountability of Import Duty Borne by the Government.

Article 9

- (1) The Goods and Materials obtaining Import Duty Borne by the Government must be used by the relevant Company for the manufacture of electronic components and / or products and shall not be transferable to other parties.
- (2) On the misuse of provisions as intended in paragraph (1), the Company shall be obligated to pay import duty that should be paid plus interest in the amount 2% (two percent) per month by no later than 24 (twenty-four) months as of the realization of the Import Duty Borne by the Government as intended in Article 5 paragraph (1).

Article 10

This Regulation of the Minister of Finance shall come into effect as of its stipulation date up to 31 December 2011

For public cognizance, hereby ordering this Regulation of the Minister of Finance by publishing it in the Official Gazette of the Republic of Indonesia.



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

Stipulated in Jakarta

on 18 July 2011

MINISTER OF FINANCE,

Signed

AGUS D.W. MARTOWARDOJO

Promulgated in Jakarta

On 18 July 2011

MINISTER OF LAW AND HUMAN RIGHTS,

Signed

PATRIALIS AKBAR

OFFICIAL GAZETTE OF THE REPUBLIC OF INDONESIA YEAR 2011 NUMBER 413

Issued as a true copy

HEAD OF GENERAL AFFAIRS BUREAU

represented by

HEAD OF ADMINISTRATION DEPARTMENT OF THE MINISTRY

GIARTO

NIP. 195904201984021001



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

ATTACHMENT TO
REGULATION OF THE MINISTER OF FINANCE NUMBER 110/PMK.011/2011
CONCERNING IMPORT DUTY BORNE BY THE GOVERNMENT FOR THE IMPORT
OF GOODS AND MATERIALS FOR THE MANUFACTURE OF ELECTRONIC
COMPONENTS AND/OR PRODUCTS FOR FISCAL YEAR 2011
PERATURAN MENTERI KEUANGAN NOMOR 116/PMK.011/2011 TENTANG I
MASUK DITANGGUNG PEMERINTAH ATAS IMPOR BARANG DAN BAHAN GU
PEMBUATAN SORBITOL UNTUK TAHUN ANGGARAN 2011.

**LIST OF GOODS AND MATERIALS FOR THE MANUFACTURE OF ELECTRONIC
COMPONENTS AND / OR PRODUCTS OBTAINING IMPORT DUTY BORNE BY THE
GOVERNMENT FOR FISCAL YEAR 2011**

NO.	DESCRIPTION OF GOODS	SPECIFICATION	INCLUDED IN TARIFF POST
1.	Polyethylene (PE)	In the form of other than granule	3901. 10. 90. 90
2.	Polypropylene (PP)	In the form of granule	3902. 10. 20. 00
3.	Polypropylene (PP) copolymer	In the form of granule	3902. 30. 90. 10
4.	Polystyrene (PS)	In the form of granule & powder	3903. 19. 00. 00
5.	Acrylonitrile Butadiene Styrene (ABS)	Co-polymer	3903. 30. 90. 00
6.	Polypropylene (PP) sheet	Co-polymer	3920. 20. 00. 90
7.	Polyvinyl Chloride (PVC) sheet	Non cellular and is not reinforced, not laminated or not combined with such a way with other materials, Containing plastic material < 6%	3920. 49. 00. 00
8.	PVF/TPT/TPE film	0,2 mm < Thickness < 0,5 mm, 500 mm < Width < 1010 mm	3920. 99. 00. 90
9.	Ethylene Vinyl Acetate (EVA) sheet	0,2 mm < Thickness < 0,5 mm, 500 mm < Width < 1.010 mm	3921. 90. 20. 00
10.	Low iron tempered glass	-	7007. 19. 90. 00
11.	Hot rolled steel sheet in coil	4,75 mm < Thickness < 10 mm, Width > 000 mm	7208. 37. 00. 00
12.	Hot rolled steel sheet in coil	3 mm < Thickness < 4,75 mm, Width > 600 mm	7208. 38. 00. 00



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13.	Hot rolkd steel sliet in coil	Thickness < 3 mm, Width > 600 mm	7208. 39. 00. 00
14.	Hot rolled steel plate	4,75 mm < Thickness < 10 mm, Width > 600 mm	7208. 52. 00. 00
15.	Hot rolled steel plate	3 mm < Thickness < 4,75 mm, Width > 600 mm	7208. 53. 00. 00
16.	Cold rolled steel sheet in coil	0,5 mm < Thickness < 1 mm, 600 mm < Width < 1.250 mm	7209. 17. 00. 10
17.	Cold rolled steel sheet in coil	0,17 mm < Thickness < 0,5 mm, 600 mm < Width < 1.250 mm	7209. 18. 90. 00
18.	Galvanized steel sheet	Thickness \leq 1,5 mm	7210. 49. 20. 00
19.	Galvanized steel sliet	Thickness \geq 1,5 mm	7210. 49. 90. 00
20.	PCM (Pre-coated Color Metal), VCM (Vinyl Coated	Thickness \leq 1,50 mm, Width > 600 nun	7210. 70. 10. 00
21.	PCM (Pre-coated Color Metal), VCM (Vinyl Coated	0,15 mm < Thickness < 0,5 mm, Width < 600	7212. 40. 90. 00
22.	Cold rolled stainless steel sheet	400 mm < Width < 600 mm	7220. 20. 90. 00
23.	Copper nickel alloy wire	Diameter 0,2 mm	7408. 22. 00. 00
24.	Tinned copper foil	0,003 mm < Thickness < 0,005 mm, 0,05 nun <	7410. 12. 00. 00
25.	Copper tube	0,5 mm < Diameter < 1 mm, Thickness < 1,5	7411. 10. 00. 00
26.	Aluminum non alloy sheet	0,2 mm < Thickness < 1,5	7606. 91. 20. 00
27.	Aluminum alloy sheet	0,2 mm < Thickness < 1,5	7606. 92. 30. 20
28.	Aluminum foil	Thickness < 0,2 mm, in	7607. 11. 00. 00
29.	Aluminum non alloy pipe	0,2 mm <: Thickness < 1,5 mm, 2 mm <:	7608. 10. 00. 00
30.	Aluminum alloy pipe	0,2 mm < Thickness < 1,5 mm, 2 mm < Diameter < 15 mm	7608. 20. 00. 00
31.	Nikel Plated Steel (NFS) wire of alloy steel	0,4 mm < Diameter < 0,6 mm	7806. 00. 20. 00
32.	Tungsten wire	-	8101. 96. 00. 00
33.	Oiless bearing	For fan, ventilation fan	8482. 80. 00. 00
34.	Motor AC	Single phase, output power < 1kW	8501. 40. 10. 00
35.	Electric heating resistors	For household utensils	8516. 80. 30. 00



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36.	Fuse	Especially for electronic use	8536. 10. 90. 00
37.	Switch part	Voltage < 1.000V	8536. 50. 99. 90
38.	Lamp holders	For refrigerator & emergency lamp	8536. 61. 90. 00
39.	Junction box	For module panel 30WP up to 225WP	8536. 90. 29. 00
40.	Lamp	Special lamp for refrigerator	8539. 29. 90. 00
41.	Remote control	For electronic products	8543. 70. 20. 00
42.	Toroid wire	Not isolated or covered, measuring 0.08 mm < Diameter < 0,6mm	8544. 11. 00. 10
43.	Toroid wire	Not isolated or covered, covered with PVC, measuring 0.3 mm < Diameter < 0,9 mm	8544. 11. 00. 20
44.	Timer	—	9106. 90. 00. 00
45.	Compressor	Capacity < 21 kW/jam	8414. 30. 90. 00
46.	Roll bond evaporator	For chilling machine	8418. 99. 40. 00
47.	Polyol	Liquid / solid	3907. 20. 00. 00
48.	Steel tube	Inner diameter < 12,5 mm	7306. 30. 20. 10
49.	'Socket	For IC & printed circuit	8536. 90. 99. 10
50.	Valve	For washing machine with inner diameter > 25 mm	8481. 40. 90. 00
51.	Drain valve	Made of copper or copper compound with inner diameter < 25 mm	8481. 40. 1000
52.	Motor protector	Automatic over current switch for refrigerator and AC compressor	8536. 50. 20. 00
53.	Pressure reduction valve	Made of iron or steel other than floodgate valve or gate valve operated manually with inner diameter of input or output exceeding 5 cm but not exceeding 40 cm	8481. 10. 19. 00



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54.	Pressure reduction valve	Made of iron or steel other than floodgate valve or gate valve operated manually with inner diameter of input or output exceeding 5 cm but not exceeding 40 cm	8481. 10. 90. 00
55.	Ball valve	Made of material other than plastic and has inner diameter not less than 1 cm	8481. 80. 72. 00
56.	Part of machine not containing electric connector, isolator, coil, contact or other electric parts	Other than propeller and blades for ships or boats and other than oil seal ring	8487. 90. 00. 90
57.	Part of electricity motor and generator and part of electricity generator and rotating converter	Parts used in the manufacture of electricity motor and parts of generator with output less than 10.000 kW	8503. 00. 90. 00
58.	Potential transformer instrument	Power not exceeding 1 kVA	8504. 31 .10 .00
59.	Silica	Powder	2811. 22. 10. 00
60.	Antioxidant	Powder type 4,4 thiobis (6Ter-Butyl-M-Cresol)	2930. 90. 00. 00
61.	Glass fiber mat	Maximum Thickness 5 mm	7019. 31. 00. 00

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MINISTER OF FINANCE,
Signed
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