



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

COPY OF  
REGULATION OF THE MINISTER OF FINANCE  
NUMBER 117 / PMK.011 / 2011

CONCERNING  
GOVERNMENT-BORNE IMPORT DUTIES ON IMPORTS OF GOODS AND MATERIALS  
FOR AIRPLANE REPAIR AND/OR MAINTENANCE PURPOSES  
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 services for public interest and increasing the competitiveness of the domestic airplane repair and/or maintenance industry, it is necessary to provide fiscal incentive in the form of Government-borne Import Duties on imports of goods and materials by the airplane repair and/or maintenance industry;
  - b. whereas the imports of goods and materials by the airplane repair and/or maintenance industry have fulfilled the assessment criteria and provisions on goods and materials, to be provided with Government-borne Import Duties pursuant to the provision of Article 2 of Regulation of the Minister of Finance Number 261/PMK.011/2010 regarding Government-borne Import Duties on Imports of Goods and Materials to Provide Goods and/or Services for Public Interest and Increase in the Competitiveness of Industries in Certain Sectors for Fiscal Year 2011;
  - c. whereas in the context of providing Government-borne Import Duties on imports of goods and materials by the airplane repair and/or maintenance industry as referred to in sub-paragraph b, the budget ceiling for providing Government-borne Import Duties for Fiscal Year 2011 has been determined;
  - d. whereas based on the considerations as referred to in sub-paragraphs a, b and c, as well as in the context of implementing the provision of Article 3 paragraph (4) of Regulation of the Minister of Finance Number 261/PMK.011/2010 regarding Government-borne Import Duties on Imports of Goods and Materials to Provide Goods and/or Services for Public Interest



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

and Increase in the Competitiveness of Industries in Certain Sectors for Fiscal Year 2011, it is necessary to stipulate a Regulation of the Minister of Finance regarding Government-borne Import Duties on Imports of Goods and Materials for Airplane Repair and/or Maintenance for Fiscal Year 2011;

- In view of
1. Law Number 10 Year 1995 regarding Customs (State Gazette of the Republic of Indonesia Year 1995 Number 75, Supplement to the State Gazette of the Republic of Indonesia Number 3612) as amended with Law Number 17 Year 2006 (State Gazette of the Republic of Indonesia Year 2006 Number 93, Supplement to the State Gazette of the Republic of Indonesia Number 4661);
  2. Law Number 17 Year 2003 regarding State Finances (State Gazette of the Republic of Indonesia Year 2003 Number 47, Supplement to the State Gazette of the Republic of Indonesia Number 4286);
  3. Law Number 1 Year 2004 regarding State Treasury (State Gazette of the Republic of Indonesia Year 2004 Number 5, Supplement to the State Gazette of the Republic of Indonesia Number 4355);
  4. Law Number 10 Year 2010 regarding State Revenues and Expenditures Fiscal Year 2011 (State Gazette of the Republic of Indonesia Year 2010 Number 126, Supplement to the State Gazette of the Republic of Indonesia Number 5167);
  5. Presidential Decree Number 56/P Year 2010;
  6. Regulation of the Minister of Finance Number 63/PMK.05/2010 regarding the Implementation and Accountability Mechanisms of Government-borne Import Duties;
  7. Regulation of the Minister of Finance Number 261/PMK.011/2010 regarding Government-borne Import Duties on Imports of Goods and Materials to Provide Goods and/or Services for Public Interest and Increase in the Competitiveness of Industries in Certain Sectors for Fiscal Year 2011;

HAS DECIDED:

- To stipulate
- : REGULATION OF THE MINISTER OF FINANCE ON GOVERNMENT-BORNE IMPORT DUTIES ON IMPORTS OF GOODS AND MATERIALS FOR AIRPLANE REPAIR AND/OR MAINTENANCE FOR FISCAL YEAR 2011.



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

Article 1

Referred to herein as:

1. Companies shall be the companies included within the industry whose primary activity is airplane repair and/or maintenance, or a commercial airline Company carrying out airplane repair and/or maintenance.
2. Goods and Materials for the Airline Repair and/or Maintenance Industry, hereinafter referred to as Goods and Materials, shall be finished goods, semi-finished goods and/or raw materials, including components to be processed, assembled or installed, for the purpose of airplane repair and/or maintenance by Companies.

Article 2

- (1) Government-borne Import Duties shall be provided for imports of Goods and Materials as set forth in the Attachment hereto which shall become an inseparable part hereof.
- (2) Government-borne Import Duties as referred to in paragraph (1) shall be government-borne tax spending subsidy as referred to in the Regulation of the Minister of Finance on the implementation and accountability mechanisms of Government-borne Import Duties.
- (3) Government-borne Import Duties shall not be provided for:
  - a. Goods and Materials which are subject to general import duty tariff at 0% (zero percent);
  - b. Goods and Materials which are subject to import duty tariff at 0% (zero percent) based on international contract or agreement;
  - c. Goods and Materials which are subject to Anti-dumping Import Duties/Temporary Anti-dumping Import Duties, Safety Measure Import Duties/Temporary Safety Measure Import Duties, Compensatory Import Duties, Reprisal Import Duties;
  - d. Goods and Materials imported into Bonded Zone using Import Customs Notification documents by obtaining a suspension of import duties and taxes in the context of imports; and/or
  - e. Goods and Materials imported in the context of utilizing the Export-purpose Imports Facility.
- (4) Government-borne Import Duties as referred to in paragraph (1) shall be provided with a budget ceiling of Rp38,034,000,000.00 (thirty-eight billion and thirty-four million rupiah).



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

- (5) The Minister of Finance as the General State Treasurer as the Budget User of the General State Treasurer's Budget Portion shall assign the Director General of High Technology-based Leading Industry at the Ministry of Industry as the Budget User's Proxy in order to make the payment for government-borne tax subsidy spending.
- (6) The budget allocation for Government-borne Import Duties with the ceiling as referred to in paragraph (4) for Companies shall be determined by the Budget User's Proxy as referred to in paragraph (5).

Article 3

- (1) In order to obtain Government-borne Import Duties as referred to in Article 2 paragraph (1), Companies shall submit an application to the Director General of Customs and Excise by attaching Goods Import Plan approved and legalized by the Director General of Air Transportation at the Ministry of Transportation.
- (2) The Goods Import Plan as referred to in paragraph (1) must at least include the following particulars:
  - a. number and date of the Goods Import Plan;
  - b. name of the Company;
  - c. Taxpayer Registration Number;
  - d. address;
  - e. customs office handling the incoming goods;
  - f. description, type and technical specification of the goods;
  - g. tariff item (HS);
  - h. quantity/unit of goods;
  - j. country of origin;
  - k. estimated government-borne import duties; and
  - l. board of directors of the Company.

Article 4

- (1) With regard to the application as referred to Article 3 paragraph (1), the Director General of Customs and Excise shall approve or reject within a period of no longer than 14 (fourteen) days as of the receipt of complete application.
- (2) The approval as referred to in paragraph (1) may be provided in the form of partial approval or full approval on the Goods and Materials



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

specified in the Goods Import Plan attached to the application submitted by the Company as referred to in Article 3.

- (3) In the event that the application as referred to in Article 3 paragraph (1) has been partially or fully approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue a Decree of the Minister of Finance regarding Government-borne Import Duties on Goods and Materials for airplane repair and/or maintenance by the airplane repair and/or maintenance industry.
- (4) In the event that the application as referred to in Article 3 paragraph (1) is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall deliver a rejection notice to the Company with reason(s) thereof.

Article 5

- (1) With regard to the import realization of Government-borne Import Duties the implementation of which is based on the Decree of the Minister of Finance as referred to in Article 4 paragraph (3), the Customs and Excise Supervisory and Service Office or the local Customs and Excise Primary Service Office shall affix a stamp reading "IMPORT DUTY BORNE BY GOVERNMENT UNDER REGULATION OF THE MINISTER OF FINANCE NUMBER 111 /PMK.011/2011" on all pages of the Import Customs Notice.
- (2) The Import Customs Notice as referred to in paragraph (1), shall serve as the basis for recording revenues of Government-borne Import Duties and such revenues shall be allocated as tax subsidy spending in the same amount.

Article 6

- (1) In the event of difference between the Goods and Materials to be imported and the list of Goods and Materials in the Decree of the Minister of Finance as referred to in Article 4 paragraph (3), the Company may submit an application for an amendment to such Decree of the Minister of Finance.
- (2) The application as referred to in paragraph (1) shall be submitted to the Director General of Customs and Excise by attaching the Amended Goods Import Plan approved and legalized by the Director General of Air Transportation at the Ministry of Transportation.



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

Article 7

- (1) With regard to the application as referred to in Article 6, the Director of Customs and Excise shall approve or reject within a period of no longer than 14 (fourteen) days as of the receipt of complete application.
- (2) Approval on the application for an amendment to Decree of the Minister of Finance as referred to in paragraph (1) may be provided in the form of partial approval or full approval.
- (3) In the event that the application as referred to in Article 6 has been partially or fully approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue a Decree of the Minister of Finance regarding Government-borne Import Duties on Goods and Materials for airplane repair and/or maintenance by the airplane repair and/or maintenance industry.
- (4) In the event that the application as referred to in Article 6 is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall deliver a rejection notice to the Company with reason(s) thereof.

Article 8

The implementation and accountability of Government-borne Import Duties as referred to in Article 2 shall be carried out in accordance with the provisions of the Regulation of the Minister of Finance setting forth the implementation and accountability mechanisms of Government-borne Import Duties.

Article 9

- (1) Goods and Materials obtaining Government-borne Import Duties must be utilized by the relevant Company for airplane repair and/or maintenance and cannot be transferred to any other party.
- (2) Any violation of the provision as referred to in Paragraph (1) shall subject the Company to the originally payable import duties plus 2% (two percent) interest per month for no longer than 24 (twenty-four) months as of the import realization of Government-borne Import Duties as referred to in Article 5 paragraph (1).

Article 10



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

This Regulation of the Minister of Finance shall come into effect as of its promulgation date until December 31, 2011.

For public cognizance, ordering the promulgation of this Regulation of the Minister of Finance by including it in the Official Gazette 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 427

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represented by

HEAD OF THE MINISTERIAL ADMINISTRATIVE DIVISION

GIARTO

Civil Service Reg. No. 195904201984021001



MINISTER OF FINANCE  
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ATTACHMENT TO  
REGULATIONS OF THE MINISTER OF FINANCE NUMBER  
117/PMK.011/2011 REGARDING GOVERNMENT-BORNE IMPORT  
DUTIES ON IMPORTS OF GOODS AND MATERIALS FOR AIRPLANE  
REPAIR AND/OR MAINTENANCE FOR FISCAL YEAR 2011.

**LIST OF GOODS AND MATERIALS  
FOR AIRPLANE REPAIR AND/OR MAINTENANCE  
OBTAINING GOVERNMENT-BORNE IMPORT DUTIES  
FOR FISCAL YEAR 2011**

<b>No.</b>	<b>DESCRIPTION OF GOODS</b>	<b>Federal Supply Classification*</b>
1.	Airplane frame spare parts, airplane components and equipment	1560, 1610, 1615, 1620, 1630, 1650, 1680
2.	Airplane outer and inner tires (new and vulcanized)	2620
3.	Airplane piston engine and its spare parts	2810
4.	Airplane jet engine and its spare parts	2840
5.	Airplane rocket propeller engine and its spare parts	2845, 2846
6.	Airplane auxiliary engine and its spare parts	2840, 6115
7.	Airplane engine equipment for the following engine types: piston engine, turbine gas engine, jet engine, rocket engine and auxiliary engine	2915, 2925, 2935, 2945, 2950, 2995
8.	Antifriction unmounted bearings	3110
9.	Unmounted plain bearings	3120
10.	Mounted bearings	3139
11.	Refrigeration equipment and air conditioner, heating equipment and air pressure equipment for airplanes	1660
12.	Fan, air circulation equipment and air blower equipment for airplanes	4130, 4140
13.	Fire extinguisher for airplanes and its apparatus	4210
14.	Safety and security equipment for airplanes and its apparatus	4220





MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

No.	DESCRIPTION OF GOODS	Federal Supply Classification*
15.	Equipment for pipe installation system and their apparatus, napkin shelf, dispenser and cleaning valve	4510
16.	Room heating device and hot water storage tank for airplanes	4520
17.	Pipes and hoses for airplanes	4710, 4720
18.	Miscellaneous pipe joints, metal pipes and hoses for airplanes	4730
19.	Screws	5305
20.	Bolts	5306
21.	Anchor bolt	5307
22.	Nuts and rings	5310
23.	Nail pins and latches	5315
24.	Keeling pins	5320
25.	Fasteners	5825
26.	Materials for packing and gasket	5330
27.	Various springs	5360
28.	Rings, shims and spacers	5365
29.	Radio and television communication devices, including entertainment video system for airplanes	5821
30.	Radio and navigation devices for airplanes	5826
31.	Communication equipment for airplanes	5831, 5965
32.	Radar devices for airplanes	5841
33.	Electronic modules	5963
34.	Antenna, wave-conducting tubes and their equipment	5985
35.	Fiber optic conductors	6010
36.	Fiber optic cables	6015
37.	Fiber optic cable assemblies	6015
38.	Fiber optic equipment	6030
39.	Fiber optic joints	6060
40.	Fiber optic equipment and their spare parts	6070
41.	Fiber optic tools	6080



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

No.	DESCRIPTION OF GOODS	Federal Supply Classification*
42.	Electric motors	6105
43.	Generators, generator starters and their spare parts for airplanes	2925, 6115
44.	Fuel cell power units with their components and paraphernalia	6116
45.	Electricity current inverter, revolving and non-revolving	6125, 6130
46.	Rechargeable batteries for devices	6140
47.	Airplane lights, ballast, light handles, starters and their apparatus	6220, 6230, 6240, 6250
48.	Airplane alarms and signaling systems	6340
49.	Navigation instruments in the cockpit	6605
50.	Airplane instrumentation	6610
51.	Automatic controlling devices such as airplane controlling computers and their spare parts	6615
52.	Engine instrumentation	6620
53.	Liquid and gas instrument measuring devices and mechanical measuring devices	6680
54.	Measuring instrumentation; pressure, temperature and humidity controller	6685
55.	Chemicals used for airplane maintenance	6810
56.	Cabin equipment, seats, seat covers, wall finishing for airplanes	7210
57.	Floor covers and carpets for airplanes	7220
58.	Curtains, blinds and curtain sheets for airplanes	7230
59.	Airplane galley utensils (heater, coffee maker, cooler and so forth) along with the serving utensils	7310
60.	Cleaning and polishing agents	7930
61.	Paint, coating agent, filling agent and adhesive	8010
62.	Preserving and filling agent	8030
63.	Special container for airplanes, cargo fasteners and their equipment	8145, 1670
64.	Oil and solid lubricants (cutting oil, lubricants and hydraulics)	9150



MINISTER OF FINANCE  
OF THE REPUBLIC OF INDONESIA

No.	DESCRIPTION OF GOODS	Federal Supply Classification*
65.	Manufactured materials from plastic	9330
66.	Various non-metal manufactured materials	9390
67.	Beams and small beams from steel and iron	9510
68.	Plates, sheets, tapes and foils from steel and iron	9515
69.	Beams and small beams, plates, sheets, tapes and foils from non-ferrous base metal	9530, 9535
70.	Identification boards and signage	9905
71.	Supporting documents, technical documentation and their complements set out in the form of books, technical drawings, tapes, cartridges and microfilms for airplanes	7610, 7650, 7670, 7690
72.	Precision measuring devices for airplanes	5210, 5220
73.	Simulation and training support devices for pilots, technicians and cabin crew, along with their spare parts	6910, 6930
74.	On-land special operational supporting equipment for airplanes along with their apparatus and spare parts, except the spare parts of transporting vehicles thereof	1730, 1740
75.	Spare parts and electronic/electrical components for airplane navigation radars.	5905, 5910, 5915, 5920, 5935, 5940, 5945, 5950, 5977, 5995, 5999, 5961
76.	Special equipment for airplane maintenance and repairs	4920
77.	Special equipment for measuring and testing airplane electronic devices	6625
78.	Rinsing motor	4630
79.	Voice recorder in the cockpit	5835
80.	Noise suppressor	5640
81.	Anti-mold and anti-foam chemicals	6840
82.	Straps	5340
83.	Work tools	5120
84.	Flight steer motor wire	

\* Federal Supply Classification (FSC) is the item classification system issued by the Department of Defense-USA in 2002



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