



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

COPY OF

REGULATION OF THE MINISTER OF FINANCE OF THE REPUBLIC OF
INDONESIA NUMBER 103/PMK.011/2012

CONCERNING

GOVERNMENT BORNE IMPORT DUTY ON THE IMPORT OF GOODS AND
MATERIALS TO MAKE FIBER OPTICAL CABLE IN THE FISCAL YEAR 2012

BY THE GRACE OF GOD ALMIGHTY

MINISTER OF FINANCE OF THE REPUBLIC OF INDONESIA,

- Considering :
- a. that in the framework to fulfill supply of goods and/or service for public interest and to increase the competitive edge of domestic fiber optical cable industry, it is necessary to provide fiscal incentives in the form of Government Borne Import Duty on the import of goods and material by fiber optical cable industry;
 - b. that imported of goods and materials to make fiber optical cable, fulfill criteria and conditions to get government borne import duty according to Article 2 of Regulation of the Minister of Finance Number 23/PMK.011/2012 concerning Government Borne Import Duty on the Import of Goods and Materials for the Manufacture of Goods and/or Services to serve the Public Interest and Improve the Competitive Edge of Industries in Certain Sectors for Fiscal Year 2012;
 - c. That in the framework to provide Government Borne Import Duty on the import of goods and materials for fiber optical cable industry as referred in letter b, it is stipulated budget ceiling for Government Borne Import Duty for Fiscal Year 2012;
 - d. that based on consideration as referred in letter a, letter b, and letter c, as well as in the framework to implement provision in Article 3 paragraph (4) of Regulation of the Minister of Finance Number 23/PMK.011/2012 concerning Government Borne Import Duty on the Import of Goods and Materials for the Manufacture of Goods and/or Services to serve the Public Interest and Improve the Competitive Edge of Industries in Certain Sectors for Fiscal Year 2012, it is necessary to stipulate Regulation of the Minister of Finance concerning Government Borne Import Duty on the Import of Goods and Materials to Make Fiber Optical Cable in the Fiscal Year 2012;
- In View of :
1. Act Number 10 Year 1995 concerning Customs (State Gazette of the Republic of Indonesia Number 75 Year 1995, Supplement to State Gazette of the Republic of



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 2 -

- Indonesia Number 3612) that is amended by Act Number 17 Year 2006 (State Gazette of the Republic of Indonesia Number 93 Year 2006, Supplement to State Gazette of the Republic of Indonesia Number 4661);
2. Act Number 17 Year 2003 concerning State Finance (State Gazette of the Republic of Indonesia Number 47 Year 2003, Supplement to State Gazette of the Republic of Indonesia Number 4286);
 3. Act Number 1 Year 2004 concerning State Treasury (State Gazette of the Republic of Indonesia Number 5 Year 2004, Supplement to State Gazette of the Republic of Indonesia Number 4355);
 4. Act Number 22 Year 2011 concerning National Budget of Fiscal Year 2012 (State Gazette of the Republic of Indonesia Number 113 Year 2011, Supplement to State Gazette of the Republic of Indonesia Number 5254) as amended by Act Number 4 Year 2012 (State Gazette of the Republic of Indonesia Number 87 Year 2012, Supplement to State Gazette of the Republic of Indonesia Number 5303);
 5. The Presidential Decree Number 56/P Year 2010;
 6. Regulation of the Minister of Finance Number 63/PMK.05/2010 concerning Implementation Mechanism and Responsibility for Government Borne Import Duty as amended by Regulation of the Minister of Finance Number 236/PMK.05/2011;
 7. Regulation of the Minister of Finance Number 23/PMK.011/2012 concerning Government Borne Import Duties on the Import of Goods and Materials for the Manufacture of Goods and/or Services to serve the Public Interest and Improve the Competitive Edge of Industries in Certain Sectors for Fiscal Year 2012;

DECIDES:

To stipulate : REGULATION OF THE MINISTER OF FINANCE CONCERNING GOVERNMENT BORNE IMPORT DUTY ON THE IMPORT OF GOODS AND MATERIALS TO MAKE FIBER OPTICAL CABLE IN THE FISCAL YEAR 2012

Article 1

In this Regulation of the Minister referred to as:

1. Companies are companies in industry engaged to make fiber optical cable.
2. Goods and Materials to Make Fiber Optical Cable hereinafter called Goods and Materials, are finishing goods, goods are in processed and/or raw materials,



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 3 -

include components to be processed, manufactured, or installed, to make fiber optical cable by the Companies.

Article 2

- (1) Government Borne Import Duty shall be granted on the import of Goods and Material as stated in Appendix of this Regulation of the Minister of Finance that is an integral part of this Regulation of the Minister.
- (2) Government Borne Import Duty as referred in paragraph (1) is tax subsidy borne by the Government as referred in Regulation of the Minister of Finance concerning implementation mechanism and responsibility of Government Borne Import Duty.
- (3) Government Borne Import Duty cannot be given to:
 - a. Goods and Materials are charged general import duty tariff 0 % (nil percent);
 - b. Goods and Materials are charged import duty 0% (nil percent) based on international agreements;
 - c. Goods and Materials are charged Anti-Dumping Import Duty/Temporary Anti-Dumping Import Duty, Safety Measure Import Duty/Temporary Safety Measure Import Duty, Counter Import Duty, or Counter Strike Import Duty;
 - d. Goods and Materials are imported by Company in Bonded Zone; or
 - e. Goods and Materials are imported by Company that get exemption or returning import duty facility on the import of Goods and Materials to be processed, manufactured, or installed at other goods for export purpose.
- (4) Government Borne Import Duty as referred in paragraph (1) shall be granted with a budget ceiling of Rp.3,380,000,000 (three billion and three hundred eighty million rupiah).
- (5) Minister of Finance as State General Treasury as Budget User of Part of State General Treasury stipulate Director General of Premium Industry of High Technology Base, Ministry of Industry as Specific Budget Users to implement payment of government borne tax subsidy expenses.
- (6) Budget allocation of Government Borne Import Duty with budget ceiling as referred in paragraph (4) for companies, is stipulated by Specific Budget Users as referred in paragraph (5).

Article 3



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 4 -

- (1) To obtain the Government Borne Import Duty as referred in Article 2 paragraph (1), Company shall file application to the Director General of Customs and Excise by enclosing a Plan for Import of Goods already approved and validated by Director General of Premium Industry of High Technology Base, Ministry of Industry.
- (2) Plan for Import of Goods as referred in paragraph (1) shall at least contains the following data:
 - a. Number and date of Plan for Import of Goods;
 - b. Number of Government's Annual Budget (DIPA) of Fiscal Year 2012;
 - c. Name of Company;
 - d. Tax Identification Number (NPWP);
 - e. Address;
 - f. the customs office where goods are entered;
 - g. Description, types and technical specifications of goods;
 - h. Tariff post (HS);
 - i. The number/units of goods;
 - j. Estimate of import price;
 - k. Origin country;
 - l. Estimate of government borne import duties; and
 - m. Name and signature the leader of Company

Article 4

- (1) Upon the request as referred in Article 3 paragraph (1), The Director General of Customs and Excise shall approve or reject the applications at the latest 14 (fourteen) days after the applications have been received in a complete manner.
- (2) Approval as referred in paragraph (1) may be approval to the part or approval to all of Goods and Materials are stated in Plan for Import of Goods that is attached at the application by the Company as referred in Article 3.
- (3) If part of or all the application as referred in paragraph (1) is approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue the Minister of Finance Decree concerning government borne import duty on the import of goods and materials.
- (4) If the application as referred in paragraph (1) is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue rejection letter to the Company and state the reason of rejection.

Article 5



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 5 -

- (1) In connection with the import of goods and materials granted government borne import duties under the Minister of Finance Decree as referred in Article 4 paragraph (3), the Customs and Excise Supervisory and Service Office or Customs and Excise Primary Service Office concerned shall put a stamp "GOVERNMENT BORNE IMPORT DUTY BASED ON REGULATION OF THE MINISTER OF FINANCE NUMBER 103/PMK.011/2012" on all sheets of Import Customs Notification.
- (2) The Import Customs Notification as referred in paragraph (1) shall be used as the basis for the recording of receipts from government borne import duty and allocated as expenditure of tax subsidy in the same amount.

Article 6

- (1) In case there is different of Goods and Materials will be imported with Goods and Materials are in the Minister of Finance Decree as referred in Article 4 paragraph (2), Company can submit application to change the Minister of Finance Decree.
- (2) Application to change the Minister of Finance Decree as referred in paragraph (1) is submitted to the Director General of Customs and Excise, attached with Changing Plan for Import of Goods already approved and validated by Director General of Premium Industry of High Technology Base, Ministry of Industry.

Article 7

- (1) Upon the request to change the Minister of Finance Decree as referred to in Article 6, The Director General of Customs and Excise shall approve or reject the applications no later than 14 (fourteen) days after the applications have been received in a complete manner.
- (2) Approval of application to change the Minister of Finance Decree as referred in paragraph (1) may be approval to the part or approval to all of it.
- (3) If part of or all the application to change the Minister of Finance Decree as referred in Article 6 are approved, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue the Minister of Finance Decree concerning amendment to the Minister of Finance Decree as referred in Article 4 paragraph (3).



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 6 -

- (4) In case of the application to change the Minister of Finance Decree as referred in paragraph (1) is rejected, the Director General of Customs and Excise on behalf of the Minister of Finance shall issue rejection letter and state the reason of rejection.

Article 8

Implementation and responsibility on the Government Borne Import Duty as referred in Article 2 according to provisions in Regulation of the Minister of Finance that governs implementation mechanism and responsibility of Government Borne Import Duty.

Article 9

- (1) The goods and materials are granted Government Borne Import Duty shall be used by the relevant companies to make fiber optical cable and shall not be transferred to another party.
- (2) The companies abusing provisions in paragraph (1) shall pay actual import duties plus 2% (two percent) interest per month for a maximum of 24 (twenty four) months since the Government Borne Import Duty as referred in Article 5 paragraph (1) is realized.

Article 10

This Regulation of the Minister shall come into force on the date of promulgation and be valid until December 31, 2012. For public cognizance, this Regulation of the Minister shall be promulgated by placing it in the State Gazette of the Republic of Indonesia.

Stipulated in Jakarta
On June 13, 2012
MINISTER OF FINANCE,
Signed,
AGUS D.W. MARTOWARDOJO

Promulgated in Jakarta
On June 13, 2012
MINISTER OF JUSTICE AND HUMAN RIGHTS
Signed,
AMIR SYAMSUDIN
STATE GAZETTE OF THE REPUBLIC OF INDONESIA NUMBER 615 YEAR 2012



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

APPENDIX

REGULATION OF THE MINISTER OF
FINANCE OF THE REPUBLIC OF
INDONESIA NUMBER
103/PMK.011/2012

CONCERNING

GOVERNMENT BORNE
IMPORT DUTY ON THE
IMPORT OF GOODS
AND MATERIALS TO
MAKE FIBER OPTICAL
CABLE IN FISCAL YEAR
2012

**LIST OF GOODS AND MATERIALS TO MAKE FIBER OPTICAL CABLE THAT
GET GOVERNMENT BORNE IMPORT DUTY IN FISCAL YEAR 2012**

NO	DESCRIPTION OF GOODS	SPECIFICATIONS	INCLUDES IN THE TARIFF POST
1	<i>Compound</i>	Petroleum jelly with natural color not poison	2712.10.00.00
2	<i>High Density Polyethylene (HDPE)</i>	Polymer with heavy kind, resists UV ray, black color, match for fiber optical cable cover, in crystal form in heavy kind 0.94 or more	3901.20.00.00
3	<i>High Density Polyethylene (HDPE)/ Natural PE</i>	Polymer with heavy kind, resists UV ray, black color, match for fiber optical cable cover, in crystal form with heavy kind 0.94 or more	3901.20.00.00
4	<i>Anti-Tracking Polyethylene</i>	Polymer with heavy kind, resists UV ray & electric ion spread, black color match for cover of fiber optical cable of ADSS kind, in crystal form with heavy kind 0.94 or more	3901.20.00.00
5	<i>Flame Retardant Polyethylene</i>	Polymer with heavy kind, resists UV ray & cannot burst into flame, black color, match for fiber optical cable cover in the building, replacement of PVC, in crystal form with heavy kind	3901.20.00.00



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 2 -

	0.94 or more	
6	<i>Natural Polyethylene</i>	Polymer with high heavy kind, natural color, match for cover of optical fiber cable, in crystal form with heavy kind 0.94 or more 3901.20.00.00
7	<i>Fiber Reinforced Plastic</i>	Bar mixed from polyester and glass as strength tension of cable from kind of Monofilament 3916.90.91.00
		Bar mixed from polyester and glass as strength tension of cable from kind of Monofilament 3916.90.99.00
8	<i>Making Tape</i>	Plastic band has glue, coated by powder as band to write cable made from Polyethylene in roll with width not more than 20 cm 3919.10.20.00
9	<i>Armed Yarn</i>	For strength member and ripcord at optical fiber cable, high modulus, high tensile strength at Optical Fiber cable, made from armed 5402.11.00.00
10	<i>Polyester binder yarn/polyester ripcord</i>	high tensile thread made from polyester 5402.20.00.00
11	<i>Water Blocking Tape</i>	Super Absorber Polymer band will resist water into the cable 5603.13.00.00
12	<i>Swell Yarn</i>	Thread has Super Absorber Polymer yang will resist water into the cable made from high strength polyester, from nylon or other polyamide or from rayon viscose 5604.90.30.00
		Thread has Super Absorber Polymer yang will resist water into the cable made from high strength polyester, from nylon or other polyamide or from rayon viscose 5604.90.90.00
13	<i>Glass Yarn</i>	Polyester thread coated with glass powder as strength tensile 7019.19.10.00
14	<i>Galvanized Steel</i>	From mixed steel, coated with zinc, content of carbon less than 0.25%, 7217.20.10.00



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 3 -

- Wire* coated by zinc with zinc coated is less than 240g/m²
- From mixed steel, coated with zinc, content of carbon less than 0.25%, coated by zinc with zinc coated is less than 240g/m² 7217.20.10.90
- 15 *Galvanized Steel Wire* From steel, coated with zinc, content of carbon 0.25% or more but less than 0.45% of its weight 7217.20.20.00
- 16 *Copper Tape* Copper band with carbon content 99.8% as protector of optical fiber cable 7410.11.00,00

MINISTER OF FINANCE,

Signed,

AGUS D.W. MARTOWARDOJO