

Implementation Plan for Tariff (Year 2008)

1. Adjustment of import tax

(1) In accordance with tariff diminution obligation upon the entrance of WTO, the import tax adjustment is as follows:

(a) The MFN tariff rate of 45 tax items including polyethylene in "import tariff" is reduced, the others remain the same.

(b) The custom inspection and tariff of the 9 ex information technology products remains the same;

(c) 45 tariff items in 8 categories including wheat shall be subject to tariff rate quota control. The Urea, combined fertilizer, diammonium phosphate shall be subject to quota rate of 1%. Certain amount of cotton import out of quota shall be subject to 5%-40% slide tax; for the imported cotton with slide tax below 5%, specific duty with 0.57 Yuan/Kg shall be imposed. Tax rate of other commodities shall remain the same (please refer to attached form 2)

(d) Specific duty and compound duties shall be imposed to 55 commodities including photosensitive material.

(2) Dairy processing machines and part import commodities shall be subject to temporary tax rate (Please refer to attached form 3)

(3) Conventional tariff to relevant countries or regions shall be in accordance with trade or favorable tariff agreement between China and relevant countries.

(a) Certain commodities originated from Korea, India, Sri Lanka, Bangladesh and Laos shall be subject to conventional tariff in "Asia Pacific treaty", whilst part tax rate is reduced (Please refer to attached form 4[1]);

(b) Certain commodities originated from Brunei, Indonesia, Malaysia, Singapore, Thailand, Philippines, Vietnam, Laos, Myanmar, Cambodia shall be subject to conventional tariff in China-ASEAN free trade zone agreement.

(c) Certain commodities from Chile shall be subject to conventional tariff in China-Chile Free Trade Agreement (Please refer to attached form 4[2])

(c) Certain commodities from Pakistan shall be subject to conventional tariff in Sino-Pakistani free trade zone "Early Harvest" and "all-round tariff reduction" Agreement whilst part tariff of certain commodities is reduced (Please refer to attached form 4[3]).

(e) Commodities originated from Hong Kong with standards approved by the country of origin shall be subject to zero tariff, during which 17 commodities are newly approved (Please refer to attached form 4[4]);

(f) Commodities originated from Macao with standards approved by the country of origin shall be subject to zero tariff.

(4) Special preferential tariff rates shall be imposed in accordance with trade or favorable tariff agreement or decisions of State Council between China and relevant countries.

(a) Certain commodities from Laos, Cambodia and Myanmar shall be subject to special preferential tariff under the framework of China-ASEAN free trade zone Agreement.

(b) Certain commodities from Laos and Bangladesh shall be subject to special preferential tariff under the framework of Asia-Pacific Trade Agreement.

(c) Certain commodities from 30 Africa most un-developed countries including Benin shall be subject to special preferential tariff as the same.

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(c) Certain commodities from 5 most un-developed countries including Yemen shall be subject to Special preferential tariff as the same.

(5) General rates shall remain the same.

2. Adjustment of import tax

(1) Export tariff rate in "export tariff " shall remain the same;

(2) Certain export commodities including steel billet shall be subject to temporary tariff rate, during which urea and ammonium phosphate through general trade and small amount of border trade shall be subject to seasonal temporary tariff rate(Please refer to attached form 5).

Respondent Note:

Tarif Item	Commodity Name	Export Tariff rate	Temporary Duty rate 2008
76041010	Bars and rods, of aluminium, not alloyed	20%	15%
76042910	Bars and rods, aluminium alloys	20%	15%

3. Adjustment of tax tariff and tax items.

Please refer to attached form 6 for adjustment of tariff nomenclature and items. After adjustment, there are 7758 tariff nomenclature and items version 2008.