NOTIFICATION PURSUANT TO ARTICLE 9, FOOTNOTE 2 OF THE AGREEMENT ON SAFEGUARDS INDONESIA

Carpets and Other Textile Floor Coverings

Supplement

The following communication, dated and received on 4 September 2023, is being circulated at the request of the delegation of Indonesia.

This notification is made pursuant to Article 9.1, footnote 2 of the Agreement on Safeguards (under the format established in document G/SG/1/Rev.3 - G/SG/N/6/Rev.3 - G/SG/89/Rev.2 dated 4 May 2021).

On 14 August 2023, The Ministry of Finance issued the Minister of Finance Regulation No. 74/2023 on the amendment of the Minister of Finance Regulation No. 10/PMK.010/2021, dated 2 February 2021, which was promulgated in the Official Gazette of the Republic of Indonesia Number 88 on 3 February 2021. This regulation comes into effect on 5 September 2023 with regard to changing the list of developing countries exempted from the safeguard measure.

<u>1.</u> <u>Specify the measure</u>

Tariff on imports of Carpets and Other Textile Floor Coverings product.

Further details regarding the measure are set out in the notification on definitive measures: <u>G/SG/N/8/IDN/27/Suppl.1</u> - <u>G/SG/N/10/IDN/27/Suppl.1</u> - <u>G/SG/N/11/IDN/24</u>, dated 17 February 2021.

2. Specify the product subject to the measure

Carpets and Other Textile Floor Coverings (the subject products) imported into Indonesia.

Further details regarding the measure are set out in the notification on definitive measures: <u>G/SG/N/8/IDN/27/Suppl.1</u> - <u>G/SG/N/11/IDN/24</u>, dated 17 February 2021.

3. <u>Specify the developing countries to which the measure is not applied under Article 9.1 of the Agreement</u> on Safeguards, and the import shares of these countries individually and collectively

As per the Appendix on the list of developing countries excluded from the measure in documents <u>G/SG/N/8/IDN/27/Suppl.1</u> - <u>G/SG/N/10/IDN/27/Suppl.1</u> - <u>G/SG/N/11/IDN/24</u>, dated 17 February 2021.

- 4. <u>Subsequently, if there is a change in the list of developing countries exempted from the safeguard</u> <u>measure pursuant to Article 9.1.</u>
 - i. The reference to the WTO document that notified the Members about initial action under Article 9.1 footnote 2:

<u>G/SG/N/8/IDN/27/Suppl.1</u> - <u>G/SG/N/10/IDN/27/Suppl.1</u> - <u>G/SG/N/11/IDN/24</u>, dated 17 February 2021.

ii. If applicable, names of the countries which are dropped from the list of developing countries to which the safeguard measure does not apply pursuant to Article 9.1, the list of the countries remaining on the list, the individual and collective import shares of the developing countries remaining on the list, and the date on which the safeguard measure applies to the countries dropped from the list;

Viet Nam, Malaysia, and Thailand are dropped from the list of developing countries to which the safeguard measure does not apply pursuant to Article 9.1. According to import data from the Indonesian Statistics (BPS), from October 2021 to September 2022, Viet Nam accounted for 35,34%, Malaysia accounted for 15,19%, and Thailand accounted for 3,40% of the imports of Carpets and Other Textile Floor Coverings into Indonesia.

iii. if applicable, names of the countries which are added to the list of developing countries to which the safeguard measure does not apply pursuant to Article 9.1, the list of all the countries on the list, the individual and collective import shares of the developing countries on the list, and the date from which the safeguard measure does not apply to the countries which are added to the list;

Korea, Republic of is added to the list of developing countries to which the safeguard measure does not apply pursuant to Article 9.1, According to import data from the Indonesian Statistics (BPS), from October 2021 to September 2022, Korea, Republic of accounted for 0,69% of the imports of Carpets and Other Textile Floor Coverings into Indonesia.

iv. The date on which safeguard measure applies for the countries dropped from the list is 5 September 2023 (the effective date) .