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Prepared By: FAS Jakarta

Approved By: Jasmine Osinski

Report Highlights:

This report provides updated technical information for requirements and regulations on food and agricultural products as currently required by the Government of Indonesia (GOI). Sections that have been updated for this year include Food Additive Regulations; Labeling Requirements; Other Requirements, Regulations, and Registrations Measures; and Import Procedures. The appendices have also been updated and a section on Trade Facilitation has been added.

Disclaimer

This report was prepared by the Office of Agricultural Affairs of the USDA/Foreign Agricultural Service in Jakarta, Indonesia for U.S. exporters of domestic food and agricultural products. While every possible care has been taken in the preparation of this report, information provided may not be completely accurate either because policies have changed since its preparation, or because clear and consistent information about these policies was not available. It is highly recommended that U.S. exporters verify the full set of import requirements with their foreign customers, who are normally best equipped to research such matters with local authorities, before any goods are shipped. FINAL IMPORT APPROVAL OF ANY PRODUCTS IS SUBJECT TO THE IMPORTING COUNTRY'S RULES AND REGULATIONS AS INTERPRETED BY BORDER OFFICIALS AT THE TIME OF PRODUCT ENTRY.

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EXECUTIVE SUMMARY

Below is a summary of changes found within the FAIRS Country Report 2022:

- Section II LABELING REQUIREMENT: updated BPOM Regulation No. 22/2022 on 2D Barcode Labeling and information on Halal Certification Bodies in the United States
- Section VI OTHER REQUIREMENTS, REGULATIONS, AND REGISTRATION MEASURES:
 - Ministry of Agriculture Regulation No. 5/2022 on the Supervision of Horticultural Product Import Recommendation.
 - Update on Prior Notice system requirement of Fresh Foods of Plant Origin (FFPO).
 - Update on the new import license system for meat products.
 - Update on fresh animal product registration.
 - Update on the value added tax of imported sugar.
 - Update on the import license system for seafood and fish.

Section VII: OTHER SPECIFIC STANDARDS:

- Ministry of Finance Regulation No. 26/2022, replacing the previous Regulation No. 26/2017 on the Stipulation of Goods Classification System and Imposition of Import Duty Tariffs on Imported Goods.
- Ministry of Religious Affairs Decree No. 748/2021 on the list of product types that are required to be halal certified and Ministry of Religious Affairs Decree No. 1360/2021 on the materials that are exempt from halal certification requirements.

• Section IX - IMPORT PROCEDURE:

- Presidential Regulation No. 32/2022 regarding Commodity Balance.
- Update on the import license system based on Commodity Balance.

The food safety control system in Indonesia includes a broad range of pre-market and post-market controls. Pre-market controls are conducted by evaluating the food safety of products to ensure the compliance with safety and quality requirements prior to retail. If a product meets the necessary requirements, the product is provided with a registration approval number and becomes eligible for retail market. Post-market controls are conducted after food products have been distributed in the market and/or retail outlets. The National Agency for Drug and Food Control (BPOM) maintains that it is necessary for Indonesia to focus on pre-market controls due to the wide area of coverage and Indonesia's challenging geography.

Exporters report that one of the most difficult issues they face is the requirement that all imported retail packaged food products must be registered through BPOM (registration requirements also apply for food produced locally). In addition to registration numbers, some imported products require additional approvals from other Government of Indonesia (GOI) regulatory agencies. For example, an import recommendation from the Ministry of Agriculture (MOA) is required in addition to an import permit from the Ministry of Trade (MOT) for animal products. Imports of meat, poultry, dairy and horticultural products can be subject to shifting regulation and requirements. Food additives require approval from the BPOM, and special labeling requirements may apply. Indonesia requires Indonesian language labels, although currently supplementary labels (stickers) can be added. Mandatory labeling information includes product name, ingredients list, weight or net volume, name and address of the manufacturer or importer, Halal marking (if required), date or production code, use by date, BPOM registration number, and the source of certain food products.

On November 2, 2020 the GOI issued <u>Law No. 11/2020</u> (original Indonesian copy) on Job Creation that amended several previous laws including those on fisheries, agriculture, halal certification and the food sector. However, a Constitutional Court ruling on November 25, 2021, found that the passing of the Omnibus Law was unconstitutional as it ran counter to the principles of Indonesia's legislation process. The Court ordered lawmakers to revise the law by November 2023, specifying that if no revisions are made by that deadline, the law will become defunct. The new law aims to simplify investment-related laws to generate a more competitive

business climate. Several implementing regulations for this law have been issued this year, including:

- Government Regulation No. 5/2021 regarding the Administration of Risk-Based Business Licensing
- Government Regulation No. 26/2021 regarding the Administration of the Agricultural Sector
- Government Regulation No. 29/2021 regarding the Administration of the Trade Sector
- Government Regulation No. 39/2021 regarding the Administration of Halal Products Assurance Sector
- Ministry of Agriculture Regulation No. 15/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration in the Agricultural Sector
- Ministry of Trade Regulation No. 20/2021, amended by Regulation No. 25/2022 regarding Import Policies and Arrangement
- BPOM Regulation No. 10/2021 regarding the Business and Product Standards for Riskbased Business Licensing Administration in the Drug and Food Sector
- Government Regulation No. 27/2021 regarding Business Process in the Maritime and Fisheries Sector
- Ministry of Marine Affairs and Fisheries (MoMAF) Regulation No. 24/2021 on the Establishment of Fishery Commodity Balance and Import Allocation Distribution of Fishery Commodities.

SECTION I: FOOD LAWS

Indonesia's Food Law No. 18/2012 is a comprehensive regulation covering all food and food products. An unofficial English translation of the Food Law can be viewed at the following <u>link</u>.

Food Law No. 18/2012 regulates all food and food products, defined as all food originating from biological agricultural sources. Biological agricultural sources include agriculture, plantations, forestry, fishery, livestock, aquaculture, and water. Products originating from biological agricultural sources include processed and unprocessed products intended as food and/or beverages for human consumption, food additives, raw materials, and other materials utilized in the preparation, processing, and/or production of food and/or beverages.

Law No. 18/2012 also states that the food supplies should always be sufficient, safe, high quality, diverse, affordable, and may not conflict with religion, beliefs and culture, noting the importance of food systems protecting producers as well as consumers of food. The Government of Indonesia (GOI) asserts that its food system is designed to fulfil basic human necessities which provide fair, equal, and sustainable benefits based on the concepts of food resilience, self-sufficiency, and food security.

According the GOI, the Food Law is intended to provide a legal basis to regulate the following activities: (1) food planning; (2) food availability; (3) food affordability; (4) nutrition and consumption; (5) food safety; (6) food labeling and advertising; (7) control; (8) food information system; (9) food research and development; (10) food institution; (11) public participation; and (12) enforcement. Currently, the existing implementing regulations are still valid until new implementing regulations are issued in accordance with the Law.

One aspect of the Food Law is food importation. If local food sources are insufficient, food can be fulfilled through imports (Article 14 point 2 and Article 36-40). The regulation instructs policy makers to establish food import policies and regulations that increase production without negatively impacting farming sustainability, farmer and fishermen's welfare, and food businesses. The GOI consistently prioritizes domestic food production over imports to meet demand.

Other significant legislation concerning food and agricultural imports include (all links are to original Indonesian copies):

- Law No. 12/1992 regarding Cultivation of Plants
- Law No. 16/1992 regarding Animal, Fish, & Plant Quarantine
- Law No. 20/1997 regarding Non-Tax Government Revenue
- Law No. 8/1999 regarding Consumer Protection
- Law No. 10/1995 and Law No. 17/2006 regarding Customs

- Law No. 11/1995 and Law No. 39/2007 regarding Excise
- Law No. 31/2004 and Law No. 45/2009 regarding Fisheries
- Law No. 20/2008 regarding Micro, Small, and Medium Businesses
- Law No. 18/2009 regarding Animal Husbandry and Animal Health
- Law No. 36/2009 regarding Health
- Law No. 13/2010 regarding Horticulture
- Law No. 18/2012 regarding Food
- Law No. 19/2013 regarding Farmers Empowerment and Protection
- Law No. 3/2014 regarding Industry
- Law No. 7/2014 regarding Trade
- Law No. 20/2014 regarding Standardization and Conformity Assessment
- Law No. 28/2014 regarding Copyright
- Law No. 33/2014 regarding Halal Products Assurance
- <u>Law No. 41/2014</u> on the amendment of <u>Law No. 18/2009 regarding Animal Husbandry and</u> Animal Health
- https://kelembagaan.ristekdikti.go.id/wp-content/uploads/2017/01/UU NO 13 2016.pdfLaw No. 13/2016 regarding Patent
- Law No. 20/2016 regarding Brand and Geographical Indication
- Law No. 21/2019 regarding Animal, Plant, and Fish Quarantine
- Law No. 22/2019 regarding Sustainable Agricultural Farming System
- Government Regulation (PP) No. 69/1999 regarding Food Label and Advertisement
- Government Regulation (PP) No. 82/2000 regarding Animal Quarantine
- Government Regulation (PP) No. 102/2000 regarding National Standardization
- Government Regulation (PP) No. 14/2002 regarding Plant Quarantine
- Government Regulation (PP) No. 28/2004 regarding Food Safety, Quality, and Nutrition
- Government Regulation (PP) No. 18/2012 regarding Domestic Waste Management
- Government Regulation (PP) No. 95/2012 regarding Veterinary Public Health and Animal Welfare
- Government Regulation (PP) No. 17/2013 regarding the Implementation of Law No. 20 /2009 regarding Micro, Small, and Medium Businesses
- Government Regulation (PP) No. 6/2013 regarding Empowerment of Livestock Farmers
- Government Regulation (PP) No. 47/2014 regarding Control and Mitigation of Animal Diseases
- Government Regulation (PP) No. 17/2015 regarding Food Security and Nutrition
- Government Regulation (PP) No. 57/2015 regarding Fishery Products Quality Assurance and Safety System, and Added Value Improvement
- Government Regulation (PP) No. 4/2016 regarding the Import of Livestock and/or Products of Animal Origin Particularly from a Country or Zone within a Country of Import Origin, amended by Regulation No. 11/2022
- Government Regulation (PP) No. 35/2016 regarding the Types and Tariff of the Non-Tax Government Revenue within the Ministry of Agriculture
- Government Regulation (PP) No. 5/2021 regarding The Administration of Risk-Based Business Licensing

- Government Regulation (PP) No. 26/2021 regarding the Administration of Agricultural Sector
- Government Regulation (PP) No. 29/2021 regarding the Administration of Trade Sector
- Government Regulation (PP) No. 39/2021 regarding The Administration of Halal Product Assurance
- BPOM Regulation No.10/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration in the Drug and Food Sector
- Regulation of the Minister of Agriculture No. 15/2021 regarding the Business Activities and Products Standards of Risk-based Business Licensing Administration of the Agricultural Sector

In addition to the Laws and Government Regulations listed above, there are various Presidential Instructions, Ministerial Regulations, Ministerial/Agency/Institutional Decree regulating food production, imports, and distribution.

Many of Indonesia's regulations related to the marketing of food and food products are unclear and confusing, not enforced, or are enforced in a haphazard manner. While a review of relevant regulations is important, the reality of what occurs in practice may be quite different. Therefore, it is essential that exporters confer with local importers/agents to determine prevailing requirements on imports.

SECTION II: LABELING REQUIREMENTS

Food labeling provisions are covered in Food Law No. 18/2012, Chapter VIII, Articles 96 – 103, and advertisement provisions are listed under Articles 104 - 107. BPOM Regulation No. 13/2016 regulates processed food claims and advertisements, and BPOM Regulation No. 31/2018 (amended by BPOM Regulation No. 20/2021) regulates labeling requirements for processed food products. Products imported for retail distribution must be labeled in Bahasa Indonesia before arrival. A label is one of the requirements that must be submitted upon product registration at BPOM.

A. General Requirements

Food label information includes anything represented in the form of a picture and/or in writing. Information in other forms accompanying the food, which is placed in, affixed to, or constitutes part of the food packing is also considered part of the food labeling. Any person producing or importing food which is packed for retail (i.e., not packed for the food service or institutional sectors) into the territory of Indonesia is obligated to place a label on, within and/or at the packing of the food.

The supplementary label shall be done in such a way so as not to easily come off, fade or be damaged, and shall be placed in a visible and readable position on packages. In Indonesia,

stickering is allowed. The supplementary label should be affixed prior to customs clearance (before arriving at the Indonesian territory) and must be in accordance with the label approved by BPOM during the product registration number application process. Statements or claims on the benefit of the food product shall only be included if they are supported by scientific facts which can be accounted for.

The label for retail food must include the following information:

- a. The name of the product
- b. Ingredients list
- c. Net weight or net volume
- d. The name and address of manufactures or importer
- e. Halal logo (if applicable)
- f. Date and/or production codes
- g. The expiration date, month and /(best before, except for wine, beverage with alcohol content >10%, vinegar, sucrose and bread/cake with shelf life <24 hours).
- h. BPOM Registration Number (ML for imported food products; MD for domestically produced food products)
- i. The source of certain food ingredients

If the product is intended for business sale and to be processed as other food, the label must contain at least point a, c, d, f, and g on the above requirements.

In addition to the information above, the GOI may determine other information that may or may not be mentioned on food labels. The information on the labels shall be written or printed in the Indonesian language (Bahasa), Arabic numeric and Roman text. The use of foreign terms may be conducted if there is no Bahasa Indonesia equivalent. The use of backgrounds, in the form of pictures, colors, and other decorations, which can obscure the writing in the main part of label, is prohibited.

U.S. labeling standards are not considered false or misleading by Indonesian standards, although they are different. For example, Indonesia maintains its own Acceptable Daily Intake (ADI) or Maximum Tolerable Daily Intake (MTDI) levels, set through BPOM Regulation No. 9/2016. The standard U.S. nutritional fact panel format is acceptable.

B. Other Labeling Requirements

In addition to the labeling criteria outlined above, processed food labels must state nutritional facts as well as indicate if a food product has been irradiated, is organic, or contains GMOs. Labeling should also include preparation instructions (baby formula, food for pregnant women, special diet foods), storage instructions (ice cream, bottled water, processed meat), serving suggestions, intended use (infant, toddler, pregnant women, breast feeding mother, athlete), and warnings as required.

2D Barcode

Based on BPOM Regulation No. 33/2018, replaced by Regulation No. 22/2022, processed food products (except for special nutrition food) that obtained a registration number after December 7, 2018 are required to have a 2D Barcode Identification on the product label. This 2D Barcode Identification is issued by BPOM and contains information on the registration number (M/L) and expiration date of the product. Special nutrition food requires 2D Barcode Authentication that can be issued either by BPOM or business entity and has more detailed information, including:

- a. Registration number
- b. Batch number/production code
- c. Expiration date
- d. Serial number of the product

Nutritional Facts Label

Nutritional labeling guidelines were issued in January 2005 and amended in 2011. The law requires industry to include labeling on nutritional content information. Misleading information is prohibited, and violations are subject to criminal prosecution. BPOM updated guidance on product claims and advertising for processed food in 2016 (replacing the 2011 BPOM regulation) as well as a regulation on Nutrition Labeling (replacing the 2007 BPOM regulation). Packaging must provide safety assurances regarding contamination.

BPOM Regulation No. 26/2021 requires all processed food to include information on nutritional value on the label, except for powdered tea and coffee, tea bags, mineral bottled water, herbs, spices, seasoning, alcoholic beverage, and condiments.

Table 1. Information on Nutritional Value on the Label

| The information should include: | Nutrition facts should include: |
|---|---------------------------------|
| Serving size | Total energy |
| Amount per serving package | Total fat |
| Type and amount of nutrient content | Saturated fat |
| Type and amount of non-nutritional substances | Protein |
| RDA percentage | Total Carbohydrate |
| Footnote | Sugar |
| | Natrium |

Source: The National Agency for Drug and Food Control (BPOM)

Below is the nutrition facts label with linear format for products with a label surface area of \leq 100cm²:

Figure 1. Nutrition Facts Label in Linear Format

| INFORMASI | Jumlah per sa | jian | %AKG * | Jumlah persajian | | %AKG* |
|----------------------|----------------|-------|-----------|----------------------|----|-------|
| NILAI GIZI | Lemak Total | g | % | Karbohidrat total | g | % |
| Takaran saji | Kolesterol | mg | % | Gula | g | |
| g/ml (URT) | Lemak jenuh | g | % | Garam (natrium) | mg | % |
| Sajian per | Protein | g | % | | | |
| Kemasan | Vitamin dan Mi | neral | | | | |
| Energi Total kkal | Vitamin A | | % | Kalsium | | % |
| Energi dari lemak | Vitamin B6 | | % | Besi | | % |
| kkal | Vitamin C | | % | | | |
| | Vitamin D | | % | | | |

*Persen AKG berdasarkan kebutuhan energi 2150 kkal. Kebutuhan energi anda mungkin lebih tinggi atau lebih rendah.

Source: The National Agency for Drug and Food Control (BPOM)

Additional Information on Food Labeling for Certain Products

a. Food Containing Pork

A label containing the words "MENGANDUNG BABI" (contains pork) should be affixed on products of pig origin. The label should be written in red and enclosed in a red rectangle together with a drawing of a pig in white background, as shown below:



Food products that may originate from pork include gelatin, enzymes, fat, collagen, colostrum, blood extracts, hydrolyzed hemoglobin, keratin hair extracts, placenta, protein, thymus extracts, thymus hydrolysate, stomach extracts, ingredient (stearic acid, palmitic acid, glycerol) oils, kidney extracts, shortening, thickeners, emulsifiers, stabilizers, l-cysteine, monoglycerides, diglycerides, triglycerides, nisin.

Food products that have come into contact with substances of pork origin during production shall be affixed a label written: "Pada proses pembuatannya bersinggungan dan/atau menggunakan fasilitas bersama dengan bahan bersumber babi" (in contact with and/or using a common facility with substances of pork origin during production process) as shown below:

Pada proses pembuatannya bersinggungan dan/atau menggunakan fasilitas bersama dengan bahan bersumber babi



b. Food & Beverage Containing Alcohol

Processed foods containing alcohol must state the alcohol level contained (percentage) on the label as well as the carryover alcohol on the product.

Labels for alcoholic beverages must include:

- "MINUMAN BERALKOHOL" (alcoholic beverage) and the type of the alcoholic beverage in accordance with food category classification.
- DIBAWAH UMUR 21 TAHUN ATAU WANITA HAMIL DILARANG MINUM (prohibited for people under 21 years or pregnant women)
- "Mengandung alkohol \pm ..." (v/v) (Contains alcohol \pm ... % v/v)

c. Foods for Special Nutrition or Dietary Use

Labels for processed food for special dietary or medical needs/special nutrition (abbreviated as PKGK¹) is regulated under BPOM Regulation No. 24/2020 and must include:

- a. Type of the product
- b. Product indication/information about those who may consume the product
- c. Preparation instructions if the product needs special preparation.
- d. Serving instructions
- e. Storing instructions
- f. Notices for requirements or warnings
- g. Information on nutritional value
- h. The words ''KONSULTASIKAN DENGAN TENAGA KESEHATAN'' (consult your medical provider) should be written on the product for special dietary- processed food products.
- i. Label for processed food products intended for medical needs should include:
- "HARUS DENGAN RESEP DOKTER" (By medical prescription only)
- "Produk bukan untuk Penggunaan Secara Parenteral" (Product not intended for parenteral use)
- Osmolality value for products intended for internal use through nasal gastric tube.

Other additional information including protein sources must be stated clearly. Nutritional and health claims, as well as irradiation treatment, are prohibited for PKGK products intended for infants, children, and pregnant or breastfeeding mothers.

d. Baby Foods (Infant Formula² and MP-ASI³)

Baby food is included in the category of **special nutrition**. Labeling requirements for infant formula and Breast Milk Complementary Food (MP-ASI) are described in BPOM regulations No. 03.1.52.08.11.07235/2011 and No. 3/2014 and updated in BPOM

- Processed food for special dietary needs e.g. infant/toddler/child formula, Breast Milk Complementary Food (MP-ASI), athletic nutrition, food for pregnant/breastfeeding mothers, and weight loss products.

¹ There are two types of PKGK;

⁻ Processed food for medical needs e.g. malnutrition, inborn errors of metabolism, premature babies, lactose intolerance, diabetes, chronic liver disease, etc.

² Baby food intended for infants under one /of age

³ Baby food intended for infants 6-24 months of age in conjunction with breastmilk

Regulation No. 24/2020. In addition to the special nutrition labeling requirements listed above, baby food labels must include the following information:

For infant formula

- a. "Perhatian Penting" (Important notice) or any similar phrase should be written on the product.
- b. "Produk Formula Bayi bukan merupakan produk steril oleh karena itu perhatikan petunjuk penyiapan." (Infant formula product is not a sterile product; therefore, please consult preparation instructions.)
- c. "ASI adalah makanan terbaik untuk bayi anda" (Breastmilk is the best food for your baby) or a similar sentence stating the superiority of nursing/breastfeeding.
- d. Statement that the product can be used only under instruction from a medical doctor with information on the correct usage.

For MP-ASI

- a. A statement that MP-ASI meals and snacks are not intended for consumption by babies under 6 months of age unless medically prescribed.
- b. Information about acceptable daily intake for babies (6 to 12 months) and children (12 to 24 months).

e. Allergens

Materials that may cause allergies must be stated. These include cereals containing gluten (wheat, rye, barley, oats, spelt), shellfish, eggs, fish, peanuts, soybeans, milk (including lactose), tree nuts, sulfites (>100 ppm), and all processed products containing these ingredients, with the exception of highly refined food.

f. Processed Food Containing Food Additives

Food labels containing food additives must contain the following information: the food additive group's name (i.e., antioxidant, artificial sweetener, preservative, food coloring, enhancer); the food additive's name; and the food additive's registration number. Carryover food additives must be written after the names of food additives.

Labeling information for food containing artificial sweeteners must include:

- The statement "containing artificial sweetener."
- If applicable, the label must indicate if the product should not be consumed by children under 5 years' old, pregnant women, and breast-feeding mothers.
- Sweetener level content (mg/kg, percentage, or mg/serving).
- If applicable, the label must state "For people with diabetes and/or people who require a low-calorie diet."
- Products containing aspartame must state "contains phenylalanine and is not suitable for patients with phenylketonuria" and "not suitable for food that will be heated."
- Products containing polyol must state "excessive consumption has a laxative effect."

- Sugar equivalence (comparison to sucrose)
- Acceptable Daily Intake (ADI)

Products containing food coloring should include the following label information:

Color Index (Cl)

• "PEWARNA PANGAN" (food coloring) or "PEWARNA MAKANAN" (food coloring) in a green box and written with green capital letter, shown below:

PEWARNA PANGAN

• M (Makanan or food) logo in a black circle, as shown below:



BPOM regulations prohibit claims that a product is free from food additives on food labels and in advertising. Food additives include antioxidants, anti-caking agents, acidity regulators, artificial sweeteners, bleaches, emulsifiers, stabilizers, thickeners, firming agents, preservatives, colors, flavors, and flavor enhancers, and sequestrants. Prohibited statements include the word "free," "without," "no content," or other similar words.

BPOM Regulation No. 23/2016 (replacing BPOM Regulation No. HK 00.06.1.52.6635 of 2007) specifies when and how food manufacturers may label food free of additives. The label statement "without certain food additives" can only be used to refer to artificial sweeteners, preservatives, synthetic food colorings, antioxidants, and food enhancers. Labeling claims cannot specify they are free from a specific sweetener but can state they "do not contain artificial sweeteners" generically.

g. Halal

According to Law No. 33/2014 on Halal Product Assurance, a new agency under the umbrella of the Ministry of Religious Affairs (MORA), called the Halal Product Assurance Organizing Agency (BPJPH), has the authority to issue and revoke Halal Certificates and Halal Labels on products.

The 2014 Halal Product Assurance Law, also known as the Halal Law, came into force on October 17, 2019; however, a grace period for food and beverage products is in place until October 17, 2024. Even before the Halal Law was enacted, halal certification and labeling were already mandatory for imports of meat and meat products, poultry and poultry products, and dairy. However, under the new Halal Law, all food and beverage products will require mandatory halal certification and labeling (or non-halal labeling for non-halal products) except for exempted products listed in MORA Decree No.

<u>1360/2021</u>, known commonly as the <u>Halal Positive List</u>. At the end of the grace period, products that have not obtained a halal certificate must be labeled as non-halal.

Non-halal information can be a picture, sign, and/or word that is attached to the product packaging, specific part of the product, and/or specific place on the product. Examples of non-halal information can be seen in the above section: Additional Information on Food Labeling for Certain Products, Part (a) Food Containing Pork and Part (b) Food and Beverages Containing Alcohol. Labeling for products from non-halal ingredients other than pork and alcohol must include non-halal information in the form of words stating "Ingredient name" with the different color and ingredient composition.

For food and beverage products that are certified halal, the halal logo of a BPJPH-recognized foreign Halal Certification Body (HCB) may be used on the labeling for compliance. Currently, five U.S. HCBs have applied for BPJPH recognition and are waiting approval, namely (in alphabetical order): the American Halal Foundation, Halal Transaction Omaha, Islamic Food and Nutrition Council of America (IFANCA), Islamic Services of America, and the Islamic Society of Washington Area Halal Certification Department (ISWAHDC). By October 17, 2024 these HCBs must be approved by BPJPH to issue halal certificates that are valid in Indonesia.

Final implementing regulations for the Halal Law are yet to be published, but more information on those that have been published so far can be found in the following FAS Jakarta GAIN reports:

- ID1913: GOI Issues New Implementing Regulation on Halal Product Assurance
- ID2021-0017: Indonesia Halal Overview
- ID2021-0045: Update on Indonesia Halal Regulations
- <u>ID2021-0031</u>: <u>Indonesia Notifies Draft Decree on Products Mandatory to be Halal</u> Certified
- <u>ID2021-0048: Indonesia Notified Draft Regulation on International Cooperation</u> on Halal Product Assurance
- <u>ID2022-0001: Clarifications on Decree 748 on Type of Product Required to be</u> Halal Certified
- <u>ID2022-0002</u>: <u>Indonesia Notifies Draft Decree on Materials that are Exempted from Mandatory Halal Certification</u>

Note: As Indonesia is currently still in the process of issuing final implementing regulations related to the 2014 Law of Halal Product Assurance, exporters are advised to confirm with importing parties any specific requirements related to halal labeling as these requirements and interpretations may change.

h. Food Irradiation

Irradiated packaged food must carry the word "IRADIASI" (irradiated) after the name of the food type. The label must include the reason for irradiation and the logo shown below:



The name and address of the radiation facility, the month and year of the irradiation, and the country in which the process was carried out are also required. If the food cannot be re-irradiated, then the label should include the wording: "TIDAK BOLEH DIRADIASI ULANG" (not to be re-irradiated).

i. Biotechnology

BPOM Regulation No. 31/2018 requires "PRODUK REKAYASA GENETIK" (genetically engineered product) wording to be stated in labels of food derived from genetically engineered products. However, product derivatives that have undergone further refining processes to the point where the GE material cannot be identified (to include but not limited to oils, fats, sucrose, and starch) do not need this statement. In addition, the GOI requires labeling only for food products containing more than 5 percent content derived from genetically engineered processes.

j. Organic Food

Processed foods that meet Indonesia's organic processed foods requirements may use the words organic and Indonesia's organic logo on their labels as below. Domestic and imported organic food must have an organic certificate issued by an Indonesian Organic Certifier or a Foreign Organic Certifier domiciled in Indonesia and accredited by the National Accredited Committee (KAN). Imported organic products are also allowed to have an organic certificate issued by the certifier in the country of origin that is recognized by KAN. Foreign organic logos can be placed next to the Indonesian logo.





k. Food Made from Natural Raw Materials

Labeling for foods made from natural raw materials can include information that the food is derived from natural ingredients if the relevant natural raw material content is not less than the minimum content set forth in the Indonesian National Standard (SNI).

1. Health Messages: Sugar, Salt and Fat Content Information in Processed Food and Fast Food

Ministry of Health (MOH) Regulation No. 30/2013, amended by Ministry of Health Regulation No. 63/2015, requires producers of processed foods for retail commerce to provide sugar, salt, and fat content information and a health message on the label. As per Ministry of Health Regulation No. 30/2013, health messages on labels should read, "Consuming more than 50 grams of sugar, 2,000 milligrams of sodium, or 67 grams of fat per person per day increases the risk of hypertension, stroke, diabetes, and heart attack." The regulation was implemented in 2019 and BPOM subsequently issued regulation No. 22/2019 on Nutrition Information Labeling for Processed Food which includes requirements for sugar, salt, and fat content information for processed food products.

SECTION III: PACKAGING AND CONTAINER REGULATIONS

Indonesia defines food packaging as the material used to contain and/or pack food, whether directly touching the food or not. Indonesia prohibits the use of food retail packaging that uses materials that are prohibited or may release contaminants that are harmful to human health. BPOM Regulation No. 20/2019 lists permitted and prohibited food packaging materials⁴. The list includes active food packages, smart food packages, adhesives, ceramics, Styrofoam, rubber and elastomer, glass, ion exchange resin, metal and metal alloys, paper and cardboard, plastic (e.g., acrylic, PVC, PVA etc.), regenerated cellulose, silicon, fabric, wax, wood, polisher, and coatings.

The Minister of Industry (MOI) issued a regulation on February 12, 2010, requiring all plastic food packaging to include food grade logos and recycling codes⁵.

There are no industry regulations or practices applicable to package size. The metric system must be used for weights and measures. The GOI issued a government regulation No. 18/2012 that manages domestic waste. Producers are required to use biodegradable packaging with as little waste as possible and use raw material that can be recycled. Post is unaware of any additional Packaging Sustainability Measures.

For information on the list of permitted packaging for irradiated food; please see the original Indonesian copy of <u>BPOM Regulation No. 3/2018</u> page 14.

⁵ Ministry of Industry Regulation No. 24/2010

⁴ BPOM Regulation No. 20/2019 page 18

SECTION IV: FOOD ADDITIVES REGULATIONS

Any person producing food for distribution is prohibited from using any material as food additives which is either prohibited or exceed the maximum threshold limit. The GOI determines the materials which are prohibited and/or permitted in food production or processing activities, as well as the maximum threshold limit.

Ministry of Health (MOH) Regulation No. 033/12 states that food additive production, importation and circulation require a distribution license from the Head of the Indonesian National Agency for Food and Drug Control. Under BPOM Regulation No. 11/2019, there are 26 groups of food additives, and each group has several types of food additives. The list of permitted food additives, except for flavoring category, and maximum limits can be obtained in attachment I & II⁶. To use a food additive that is not on the list, a permit must be obtained from the Head of BPOM. BPOM Regulation No. 13/2020 explains the ingredient type, groups and the usage of flavoring additives, including flavoring adjunct. The BPOM Regulation No. 23/2016 regulates the inclusion of "without food additive" on the label and food advertising.

<u>BPOM Regulation No. 29/2021</u> sets specifications, including microbial and chemical contamination limits, and labeling for food additive compounds. A food additive product from an animal source must also have a certificate of conformity with Islamic purity, "halal." That certificate is issued by the responsible authority in the country of origin.

SECTION V: PESTICIDES AND OTHER CONTAMINANTS

Pesticide Residue

Maximum Residue Limits (MRL) of pesticides and other contaminants in food and fresh agricultural products are generally regulated by Law No. 18/2012 ("The Food Law") under the chapter pertaining to food safety and quality. The implementing regulation of the Food Law, with regards to toxicity, MRLs, prohibited materials for food production processes, and appropriate materials and processes, uses the following regulations:

- PP No. 28/2004 on the safety, quality, and nutrition of food products mandates the Ministry of Agriculture (MOA) and the Ministry of Marine & Fishery Affairs (MOMF) to arrange guidance on "Good Fresh Food Production Practices."
- MOMF Ministerial Decree No. 02/2007 on "Good Aquaculture Practices" emphasizes that water being used for aquaculture must be free of pesticide, pathogenic microbes, hazardous chemicals, and heavy metal contamination.
- Ministry of Agriculture Regulation No. 55/2016 sets MRLs for pesticides for fresh foods of plant origin (including fruits, vegetables, cereal, and legumes).

⁶ BPOM Regulation No. 11/2019 page 19 – 39 (List of permitted food additives), page 40 – 1143 (list of maximum limits)

- Ministry of Agriculture also issued Joint Decree No. 881/Menkes/SKB/VIII/1996, 711/Kpts/TP.270/8/96 with the Ministry of Health on microscopic organism and metal contamination. Regarding pesticide residues, the joint decree states that:
 - The maximum allowable residue for products directly or indirectly consumed by humans is as per the appended list.
 - Agricultural products circulated in Indonesia, whether locally produced or imported, are not permitted to contain higher levels of pesticide than those in the list.
 - Agricultural products imported with greater than the allowed pesticide residue must be rejected.
 - Tests for pesticide residue are to be conducted in a laboratory appointed by MOH or MOA.
 - The MOH and MOA will monitor and enforce the joint decree according to their tasks and functions.

The list appended to the joint decree includes 218 pesticides and a number of potentially contaminated agricultural products for each pesticide. There is no provision for use of alternative standards; for example, Codex is not listed as a default for pesticides that lack a corresponding Indonesian MRL.

- The National Standard Agency (BSN) issued the SNI 01-6366-2000 regarding Maximum Residue Levels for Microbe and Chemical content in animal-based food.
- The BSN issued the SNI 7313:2008 regarding pesticide Maximum Residue Levels for agricultural products. This SNI regulates MRLs for 196 types of pesticides.
- BPOM issued Regulation No. 7/2018 regarding Raw Materials Prohibited in Processed Foods. This regulation covers information on materials or single/mixture compounds of plant or synthetic origin.

Microbiological Contamination in Processed Food Products

- BPOM Regulation No. 13/2019 on MRLs for Microbiological Contamination in Processed Food Products⁷ covers the sampling and analysis methods required for certain microbes in certain types of processed food products (except commercially sterile food) for export to Indonesia.
- BPOM Regulation No. 9/2022 on MRLs for Heavy Metal Contaminants in Processed Food covers specific maximum levels for arsenic (As), lead (Pb), mercury (Hg), tin (Sn) and cadmium (Cd) for certain types of processed food products.
- BPOM Regulation No. 8/2018 on Maximum Limit of Chemical Contaminants in Processed Food. This regulation covers the types of processed food and information on specific maximum levels for mycotoxin, dioxin, monochloropropane-1, 2-diol (3-MCPD) and polycyclic aromatic hydrocarbon/PAH.

Please visit the <u>Legal Documentation and Information Network of the Indonesian Food and Drug Supervisory Agency</u> for BPOM's database of regulations in Bahasa Indonesia.

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⁷ List of microbiological criteria can be found at BPOM Regulation No 13/2019 page 9 - 48

SECTION VI: OTHER REQUIREMENTS, REGULATIONS AND REGISTRATION MEASURES

Facility and Product Registration Requirements

Registration of Processed Food

All processed food in retail packaging (both domestically produced and imported) must obtain a registration approval letter prior to distribution. The objective of product registration is to assure that products comply with Indonesia's safety, quality, nutrition, and labeling regulations. The most recent registration procedures are cited in BPOM Regulation No. 27/2017 (as amended by BPOM No. 07/2021). Registration can be done through an online system. Paper registration can only be done if the online system is inoperable. Under BPOM Regulation No. 27/2017, e-registration is implemented based on the product's risk level. The risk level is determined by various factors such as target consumers, statement claims, the use food additives, and certain production processes.

Law and Government regulations related to food product registration:

- Law No. 36/2009 on Health
- Law No. 8/1999 on Consumer Protection
- Law No. 18/2012 on Food
- Government Regulation (PP) No. 69/1999 on Food Labeling and Advertising
- Government Regulation (PP) No. 28/2004 on Food Safety, Quality and Nutrition

Exemptions from BPOM product registration are:

- food products produced by home-based/cottage industries
- food with a maximum 7-day shelf life at room temperature
- imports of small quantities for samples (registration), experiments, personal consumption (although this is left to the discretion of customs officials). This exception for small quantities for samples and experiments is based on assessment of the entry permit (SKI) application
- processed food products to be used as raw materials and not for sale directly to retail consumers
- bulk packaged food that is directly sold in front of buyers in small quantities according to consumer demand
- fast food
- food that undergoes only minimal processing (post-harvest) including washing, stripping, drying, grinding, cutting, salting, freezing, mixing, and/or blanching and does not contain food additives (Food additives for winding, waxing or glazing agents are required to be registered with BPOM.)

The registration process is required for products which have identical compositions but do not share similar packaging. A new registration is required for products with different sized retail

packages, different labeling designs, different names and production addresses, and different names and/or addresses of importers and distributors.

The registration process should be undertaken by a local agent or importer. Typically, it takes longer than the officially reported time frame and costs more than the published rate. Detailed information from the food manufacturer/supplier and product samples are needed for the registration process, which can be sent to the local agent or importer.

Product Registration

There are three registration types: new registrations, variation registrations (changing of data), and renewals (to be conducted between 6 months and 10 days prior to the expiration of the current registration).

Registration Procedures

There are two kinds of registration assessments:

- 1. General Service/Manual: This registration process is used for specific food products and food additives such as high-risk products or foods with nutritional claims (for example, food for pregnant women, special diet foods, foods for specific health conditions, and food additives and flavorings). Prior to registering the product through Indonesia's online system, the applicant must provide hard copies of supporting documents, including a letter of appointment (LoA), a free sale certificate (FSC), laboratory test results, product specifications, and raw material specifications). Once approved, the registrant may start the registration process via e-reg. Experience indicates that product registration and obtaining the registration number (ML) will take at least 6 months.
- 2. Rapid Service/E-reg: the assessment of common/low-risk food products and food additives can be completed through the e-reg system. Obtaining an ML typically takes between 4 and 6 months.

Importers must register the applicable food manufacturer prior to applying for product registration. Food manufacturer registration includes submitting hard copies of their LoA and FSC to BPOM's Daily Duty Manager. Registration Numbers for facilities are valid for 5 years.

Requirements for imported products

Administrative Requirements

- Importer Registration Number (API), Trade Business License (SIUP) or Registered Importer (IT) for alcoholic beverages and audit results of distribution facilities
- Letter of Appointment/Authorization from company of origin
- GMP/HACCP/ISO 22000 certificate issued by accredited body in the country of origin
- Health Certificate/Free Sale Certificate issued by the competent authority in the country of origin

Technical Requirements for Determining Risk Level

- Target consumer
- Information about temperature and time (F0) Commercial Sterile Food which is sterilized after being aseptically packaged or processed
- Information on certain manufacturing processes: organic, irradiation, genetic engineering and product handling
- Information on ionization processes; pasteurized and new technology (non-conventional)
- Information on frozen or chilled storage
- Labeling claims (health, functional nutrition, other functional claims, nutritional content, comparative nutrition claims, etc.)
- The use of food additives which have a determination in the average daily intake/or maximum usage
- The use of certain materials

Technical Requirements for Risk Assessments

- An ingredients list, including food additive information
- Production processes
- Shelf-life information
- Production code information
- Label design (in color)
- Product picture showing information on the label
- Certificate of analysis

Additional Requirements

- Trademark Certificate (for product with TM and or ® logo on the label)
- Product Certificate of Indonesia National Standard (SNI) (for SNI-mandatory products or products that have SNI logo on the label)
- Organic Certificate (for organic products that display an organic logo on the label)
- Information on GMO (for raw materials: potato, soybean, maize, sugar, and tomato) <u>Note:</u> Product derivatives which have undergone multiple refining processes in high temperature such as fat or oil (including lecithin) do not need a non-GMO statement
- Information on Food Irradiation (for irradiated products)
- Halal certificate for products displaying the Halal logo on the label
- Other supporting documents

Timeline

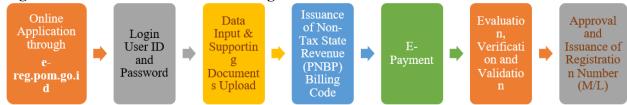
The timeline for the issuance of Registration Approval or Refusal based on the type of food is as follows:

Table 2. Indonesia: Timeline for Food Registration Approval in BPOM

| Type of Foods | Timeline (Maximum), |
|---|--------------------------|
| | after receiving complete |
| | data |
| Foods for specific purposes | 150 Working Days |
| Functional foods, foods with claims, foods with herbal ingredients | 120 Working Days |
| (contains plant ingredients for medical purpose) | |
| Irradiated foods, GMOs, food additives (flavors), organic foods Milk | 100 Working Days |
| and its processed products, meat and its processed products, fish and | |
| its processed products, alcoholic beverages | |
| Food additives other than flavors, other types of foods | 60 Working Days |

Source: The National Agency for Drug and Food Control (BPOM)

Figure 2. Indonesia: BPOM's Food Registration Process



Source: The National Agency for Drug and Food Control (BPOM)

Table 3. List of Non-Tax State Revenue (PNBP) Fee (in Indonesian rupiah)

| Food Category | New Registration | Data Changes | Re- Registration |
|--|---------------------|-----------------|---------------------|
| Food Claims | 3,000,000 | 1,500,000 | 2,500,000 |
| Alcoholic Beverage | 3,000,000 | 1,500,000 | 2,500,000 |
| Category 01.00 dairy product | 750,000 | 400,000 | 600,000 |
| Category 02.00 oils and fat | 300,000 | 150,000 | 200,000 |
| Category 03.00 edible ice e.g., sorbet | 300,000 | 150,000 | 200,000 |
| Category 04.00 fruits and vegetables e.g., mushrooms, | 500,000 | 250,000 | 400,000 |
| aloe Vera, peas etc. | | | |
| Category 05.00 candy, chocolate | 500,000 | 250,000 | 400,000 |
| Category 06.00 cerealia and its derivative | 300,000 | 150,000 | 200,000 |
| Category 07.00 bakery product | 300,000 | 150,000 | 200,000 |
| Category 08.00 meat product | 500,000 | 250,000 | 400,000 |
| Category 09.00 fishery product | 500,000 | 250,000 | 400,000 |
| Category 10.00 eggs product | 500,000 | 250,000 | 400,000 |
| Category 11.00 sweetener (including honey) | 200,000 | 100,000 | 150,000 |
| Category 12.00 spices, soup, sauces, salad, protein | 200,000 | 100,000 | 150,000 |
| Category 13.00 nutritional food | 3,000,000 | 1,500,000 | 2,500,000 |
| Category 14.00 beverage exclude milk and alcoholic | 300,000 | 150,000 | 200,000 |
| Category 15.00 snack | 300,000 | 150,000 | 200,000 |
| Category 16.00 food that is not included in the category | 300,000 | 150,000 | 200,000 |
| 1 - 15 | | | |
| Food additives | 200,000 | 100,000 | 150,000 |

Source: The National Agency for Drug and Food Control (BPOM)

Testing

Based on Government Regulation No. 28/2004, which was replaced by Regulation No. 86/2019, laboratory testing shall be carried out in government laboratories, or any laboratories accredited by the National Accreditation Committee, or any Accreditation Institutions acknowledged by the National Accreditation Committee. BPOM is authorized to determine the types of processed food that should be tested prior to distribution.

Certification

A list of required import documents can be found in the FAIRS Export Certificate Report.

Remaining processed food products

An entry permit (SKI) from BPOM is the only permit needed for non-animal or animal origin processed food products, food as raw material, and food additives.

Entry Permit (SKI)

BPOM Regulations No. 30/2017 (as amended by BPOM No. 15/2020) and No. 29/2017 (as amended by BPOM No. 14/2020) require importers of processed foods, raw food materials, food additives, processing aids, food ingredients, and others to obtain an entry permit (SKI) from the Head of BPOM for every shipment in order to release the products at customs. SKI applications can be submitted online at https://e-bpom.pom.go.id.

BPOM also provides priority service for the issuance of SKI with a maximum with a maximum process approval time of less than of eight hours. Priority service is given to importers with good track records that have obtained approval six times for new SKI registrations without any additional or incomplete documents. The imported products must have at least two-thirds of shelf life remaining at the time of import.

To obtain a permit, an importer must provide the following data and documents:

- 1. An application letter for the raw material, food additive, food product import, including the following information:
 - Name and address of importer
 - Brand name and kind of products
 - Packaging type/weight/volume
 - Amount of imported product
 - Country of origin
 - Name and address of supplier
 - Number and date of invoice
 - Number and date of Bill of Lading (B/L) or Airway Bill (AWB)
 - Expiration date
 - Lot Number/Batch Number/Production code

- Flavor & Extracts Manufacturers Association (FEMA)/The Joint FAO/WHO
 Expert Committee on Food Additives (JECFA)/Enzyme Commission (EC)
 Number (for food additive/flavor)
- Port of destination
- 2. Product Specifications for the raw materials, food additives, food product imports
 - Description/composition/ingredient
 - Physical characteristic
 - Chemical characteristic
 - Microbiological characteristic
 - Packaging
 - Utilization/application
 - Storage, term of expiration date
- 3. IDR 6,000 stamped Declaration Letter for food raw material and food additives, declaring that:
 - Product is not intended for retail sale
 - Applicant is willing to have the sample tested in an accredited laboratory at the applicant's expenses
- 4. Certificates (please see below)
- 5. Payment bank receipt for non-tax revenue (PNBP)

Table 4. Indonesia: Required Documents for Obtaining an SKI

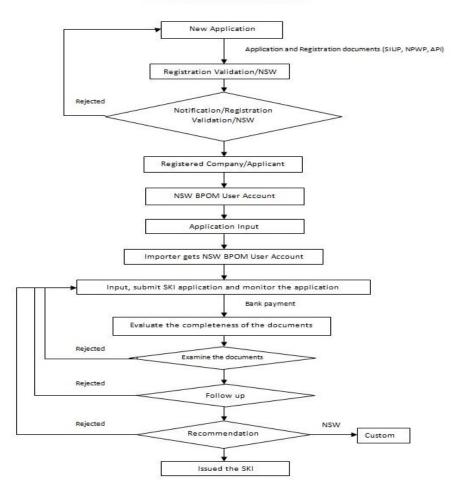
| No. | Certificate | | Raw | Food |
|-----|--|---------|----------|--------------|
| | | Product | Material | Additive |
| 1 | Health Certificate or Free Sale Certificate from | - | v | v |
| | government/authorized agency in the country of origin | | | |
| | (shown the original) | | | |
| 2. | COA from producer (per batch) or from accredited | v | V | V |
| | laboratory and valid for 12 months (shown the original) | | | |
| 3. | Radiation Free Certificate for dairy products from Europe | v | V | - |
| 4. | Radiation Free Certificate for food products from Japan | V | V | V |
| 5. | GMO Certificate for product from processed soybean, corn, | v | V | \mathbf{v} |
| | tomato, and potato | | | |
| 6. | Certificate of 3-Monochloro Propanediol (3-MCPD) analysis | v | v | V |
| | for hydrolyzed vegetables protein, isolated protein, soy sauce | | | |
| 7. | Certificate of Origin for product derived from animal origin | V | V | V |
| | and the processed products (beef, gelatin, collagen, skin) | | | |
| 8. | COA of Aflatoxin for nuts products | v | V | - |
| 9. | Halal Certificate for product that claim "halal" on the label | V | V | V |
| 10. | COA of Formalin for product that suspected containing | v | - | - |
| | formalin | | | |
| 11. | COA of Melamine for food additive (Ammonium | v | V | V |
| | bicarbonates), raw material (dairy, flour, vegetable protein, | | | |
| | egg and egg products) for products that suspected containing | | | |
| | melamine | | | |

| 12. | COA of Chloramphenicol for honey | v | v | - |
|--|--|---|---|---|
| 13. | COA for Sudan Red for Oleoresin Capsicum | v | v | - |
| 14. | Recommendation letter (SRP) from MOA for products from animal origin | V | V | - |
| 15. Copy of registration approval letter with valid ML No., label and approved packaging | | | - | - |
| 16. | Letter of cooperation between importer and freight forwarder | V | - | - |
| 17. | 17. Document stating the production date or expiration date (shown the original) | | V | v |
| 18. | Document stating the batch number/lot number/production code | V | V | v |
| 19. | Supporting importation documents | | | |
| | a. B/L or AWB | V | v | v |
| | b. Invoice | V | v | v |
| | c. Packing List | V | V | v |

Source: The National Agency for Drug and Food Control (BPOM)

Figure 3. Indonesia: Flow Chart of SKI Application in BPOM

FLOW CHART OF SKI APPLICATION



Source: The National Agency for Drug and Food Control (BPOM)

Dairy Products

Ministry of Agriculture Regulation No. 15/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration of the Agricultural Sector requires the approval of a foreign dairy establishment by the Minister of Agriculture before it can export to Indonesia. The approval application must be submitted by the establishment through the Office of Agricultural Affairs of the USDA/Foreign Agricultural Service in Jakarta. Post published a GAIN report regarding the changes to dairy import regulations and the dairy establishment approval process, which includes a guide to obtaining dairy establishment approval.

Approved dairy establishments are listed on the <u>Directorate General for Livestock and Animal Health Services (DGLAHS)</u>' website and online import recommendation (<u>SIMREK</u>) lists. A dairy establishment can begin exporting its products to Indonesia only after it has been officially listed on both lists. As of November 2022, there are 120 U.S. dairy establishments approved to export to Indonesia.

- Imports of dairy products to Indonesia require import permits issued by the Ministry of Trade
- Import permits require an import recommendation from the Ministry of Agriculture.
- Halal certificates for halal-required products, issued by a halal certifying body recognized by the Indonesian halal authority, is one of the most important requirements to obtain an import recommendation⁸.
- An import recommendation shall be valid for six months and should be used to obtain an import permit from the Ministry of Trade within the six months period.
- The import recommendation number must be included on the health certificate accompanying a shipment of dairy products.
- An import permit shall be valid for one fiscal year (based on Ministry of Trade Regulation No. 20/2021 regarding Import Policy and Arrangement).
- A list of dairy products eligible for export to Indonesia is included in the <u>Annex of Regulation No. 15/2021</u> (unofficial English translation).
- Raw materials for dairy products intended for export to Indonesia must not be sourced from countries and business units that have not been approved by the Ministry of Agriculture.

Fresh Fruit and Vegetable

In 2020, the Ministry of Agriculture issued regulation No. 02/2020 to replace regulation No. 39/2019 on horticulture imports. The new regulation states that GAP, GHP or a letter from the exporter stating the production capacity of their farm are no longer required for issuance of Import Recommendations (IR) from countries with Fresh Foods of Plant Origin (FFPO) food safety recognition. In May 2022, the MOA issued Regulation No. 5/2022 on the Supervision of Horticultural Product Import Recommendation (RIPH), this new regulation aims to emphasize

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⁸ http://www.halalmui.org/mui14/main/page/list-of-halal-certification-bodies

the importance of Import Recommendations (IR) for imported horticultural products. IRs must be submitted to the Plant Quarantine Officer at the port of entry. IRs are valid for one calendar year and importers may apply for IRs at any time. The submission process for a calendar year's IR is open starting in November of the previous year. Although an IR's validity expires at the end of every calendar year, the validity can be extended up to 60 days past December 31 so long as product has been loaded on board the vessel in the country of origin and arrives in Indonesia within those 60 days. The regulation covers 29 fresh horticulture commodities.

The Ministry of Trade is responsible for issuing import permits and specifying quantities permitted for import based on an MOT estimate of the importer's cold storage capacity. Ministry of Trade Regulation No. 25/2022 states cold storage capacity will continue to be used as a benchmark for the quantity permitted for import. The proof of control (*previously: ownership*) of refrigerated warehouse (cold storage) requirement applies to importers.

Recognition of the U.S. Food Safety Control System for Fresh Foods of Plant Origin (FFPO/PSAT)

The GOI has recognized the United States' Food Safety Control System for the Fresh Food of Plant Origin (FFPO). Ministry of Agriculture Regulation No. 55/2016 requires products imported from FFPO-recognized countries to submit "prior notice" notification on-line (*See Prior Notice section below*). Products from unrecognized countries must provide prior notice and a certificate of analysis (COA) from a recognized laboratory. The Head of the Indonesian Agricultural Quarantine Agency (IAQA) issued the initial recognition of U.S. FFPO through an MOA decree following onsite verification in October 2009. The decree has most recently been renewed in December 2020, for an additional three years. The 88 plant products currently recognized by the GOI equivalence recognition (as per MOA Decree No.

771/KPTS/KR.050/M/12/2020) are as follows:

| // 1/11 15/111.050/11/11/12/202 | 20) are as ronows. | |
|---------------------------------|------------------------|----------------------|
| 1. Grapes | 16. Oranges | 30. Shaddock or |
| 2. Avocado | 17. Longan | Pomelos |
| 3. Apple | 18. Raisin | 31. Prunes |
| 4. Apricot | 19. Kiwifruit | 32. Raspberries Red, |
| 5. Blackberries | 20. Lemon | Black |
| 6. Blueberries | 21. Limes | 33. Squash |
| 7. Tin/Figs | 22. Mandarin | 34. Strawberry |
| 8. Boysenberry | 23. Melon | 35. Artichokes |
| 9. Cherries | 24. Cantaloupe or Rock | 36. Asparagus |
| 10. Cranberry | Melon | 37. Onion |
| 11. Citrus Fruit | 25. Nectarine | 38. Shallot |
| 12. Currant, Black, Red, | 26. Peach | 39. Garlic |
| White | 27. Persimmon | 40. Spinach |
| 13. Dewberries | 28. Pear | 41. Beetroot |
| 14. Gooseberry | 29. Plum | 42. Sugar Beet |
| 15. Grapefruit | | 43. Broccoli |
| | | |

44. Cauliflower 59. Turnips 75. Almond Nut 45. Pepper Chili; Dried 60. Cucumber 76. Hazelnuts Pepper Chili 61. Okra 77. Macadamia Nuts 46. Chicory 62. Paprika 78. Soybean 79. Pistachios Nuts 47. Leeks 63. Parsley 48. Flower head 64. Celery 80. Peanuts Brassicas 65. Tomato 81. Pecan 49. Gherkin 66. Eggplant 82. Mung Bean 67. Sweet Potatoes 50. Sweet Corn 83. Broad Bean 51. Mushrooms 68. Carrot 84. Cowpea 85. Peas 52. Potatoes 69. Barley 70. Rice; Rice Husked 86. Coffee Beans 53. Kale and Rice Polished 54. Kohlrabi 87. Pepper Black, White 55. Cabbage 71. Wheat 88. Green Tea and 56. Brussels Sprouts 72. Maize Black Tea 57. Lima Bean 73. Oats 58. Radish 74. Rye

• Phytosanitary Certificate and Destination Port

On June 13, 2012, the Ministry of Agriculture issued regulation No. 42/2012, which replaced Ministry of Agriculture Regulation No. 37/Kpts/HK.060/1/2006, on plant quarantine measures for the importation of fresh fruits and vegetables. The purpose of this rule is to ensure that imported fresh fruits and vegetables are free from fruit flies. A plant phytosanitary certificate from the country of origin or country of transit and entry through the specified four ports is mandatory (Port of Belawan - Medan, Port of Tanjung Perak - Surabaya, Port of Soekarno-Hatta – Makassar, Port of Tanjung Priok - Jakarta, and Soekarno-Hatta Airport-Jakarta).

Importation of fresh fruits and vegetables originating from pest-free producing areas must be declared in the Additional Declaration section of the plant phytosanitary certificate that accompanies the shipment. Importation from non-pest-free producing areas must be treated with one of the following treatments: cold treatment with temperature appropriate for fresh fruit and vegetables and for the prevention of the appropriate pest; fumigation; Vapor Heat Treatment (VHT); or irradiation. The treatment must be declared in the treatment column of the phytosanitary certificate. Similar to the provision in MOA Regulation No. 42/2012, imported fresh bulbs are regulated by MOA Regulation No. 43/2012 and its amendment, MOA Regulation No. 20/2017.

On June 22, 2015, the Head of IAQA released decree No. 756/KPTS/OT.140/L/06/2015 establishing California as a pest-free area for 9 pest fruit flies in the United Sates: *Ceratitis capitata; Anastrpha fraterculus; Anastrepha ludens; Anastrepha obligua; Anastrepha serpentine; Anastrepha suspense; Rhagoletis cingulate; Rhagoletis fausta;* and *Rhagoletis pamonella*. As a result, major fresh fruit exports from California do not need a pre-treatment.

The decree replaces previous decree 348/Kpts/PD.540.220/12/06 on establishing California as a free area for *Ceratitis capitata*.

Prior Notice

Prior notice for fresh fruit and vegetable imports must indicate the date & place of loading, date & place of arrival/destination, type of transportation, product name, quantity imported, country of origin, packing unit, import purpose, and container's identification number. The exporter must submit this online Prior Notice before the arrival of the consignment. Prior notice is explained in Ministry of Agriculture Regulation No. 55/2016 (Format-1). On May 10, 2022, the Indonesian Agricultural Quarantine Agency (IAQA) updated the FFPO requirements under its Prior Notice system (see this report for more information).

• Fresh Fruit Registration

On January 8, 2019, Ministry of Agriculture issued new regulation No. 53/2018 on Safety and Quality of Fresh Food of Plant Origin (FFPO), under this regulation the importer is required to register their fresh fruit products with Food Safety Agency, MOA.

Meat and Poultry Products

Minister of Agriculture Regulation No. 15/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration of the Agricultural Sector requires MOA approval of a foreign meat processing establishment before it can export to Indonesia. U.S. establishments should submit approval applications through the Office of Agricultural Affairs of the USDA/Foreign Agricultural Service in Jakarta. Post has issued a GAIN report regarding the changes to regulations on meat imports and on the approval process for meat processing establishments, which also includes a guide to obtaining meat and pork processing establishment approval.

Approved foreign meat processing establishments are listed on the <u>DGLAHS' website</u> and online import recommendation (<u>SIMREK</u>) lists. A meat processing establishment can begin exporting its products to Indonesia only after it has been officially listed on both lists. As of December 2022, there are 22 U.S. beef processing establishments, nine U.S. pork processing establishments, and one U.S. lamb processing establishment approved to export to Indonesia.

- Imports of meat products to Indonesia require import permits issued by the Ministry of Trade.
- Import permits require an import recommendation or verification of the needs plan from the Ministry of Agriculture.

- Halal certificates for halal-required products, issued by a halal certifying body recognized by the Indonesian halal authority, is one of the most important requirements to obtain an import recommendation or import permit⁹.
- An import recommendation for non-beef products (pork, lamb, etc.) can be applied for at any time and shall be valid for six months. It should be used to obtain an import permit from the Ministry of Trade within three months after its issuance.
- The import recommendation (or letter of consideration for beef) number must be included in the Health Certificate (FSIS form 9060-5) accompanying the shipment of meat products.
- An import permit shall be valid for one fiscal year (based on Ministry of Trade Regulation No. 25/2022 regarding Import Policy and Arrangement).
- A list of meat products eligible for export to Indonesia is included in the <u>Annex of</u> Regulation No. 15/2021 (unofficial English translation).
- The importation of meat and meat products samples for exhibition purposes is allowed (up to 200 kilograms).
- Importers must indicate the products being imported and their market destination (restaurant, hotel, catering, industry, retail, etc.) in their import recommendation application to the DGLAHS.

For 2022 import licenses, Indonesia began implementing a new commodity balances policy for beef and valid for one year. The new policy of import license is described in more detail in the Section IX: Import Procedures. Please note that under the commodity balance policy, the previous import recommendation requirement for imported beef has been replaced by a Letter of Consideration which is issued by the Ministry of Agriculture through the online National Commodity Balance System (SINAS NK).

Fresh animal Product Registration

On September 12, 2022, DGLAHS officials stressed the need to meet the new requirements established in Regulation No. 15/2021, which includes new registration, labeling, and traceability provisions. Under this regulation, the importer is required to register their fresh animal products (including beef, pork, duck, lamb, buffalo, honey, fresh milk etc.) for retail consumption with DGLAHS. For information on the fresh animal product registrations in Indonesia; please see Indonesia: Newly Enforced Requirement to Register Fresh Animal Products.

Pet Foods

Ministry of Agriculture Regulation No. 15/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration of the Agricultural Sector requires MOA

⁹ http://www.halalmui.org/mui14/main/page/list-of-halal-certification-bodies

approval of foreign pet food processing establishments before they can export to Indonesia. U.S. establishments should submit approval applications through the Office of Agricultural Affairs of the USDA/Foreign Agricultural Service (FAS) in Jakarta.

Pet food processing establishments must be approved by the Ministry of Agriculture through an animal health and veterinary public health risk analysis assessment process, which consists of a document desk review, onsite audit, and evaluation. Each approval step is subject to an approval fee in accordance with Government Regulation No. 35/2016. U.S. pet food processing establishments wishing to export to Indonesia are encouraged to contact the Office of Agricultural Affairs of the USDA/FAS in Jakarta at AgJakarta@usda.gov for guidance. As of December 2022, there are 58 U.S. pet food establishments approved by the Ministry of Agriculture.

- Imports of pet food to Indonesia require import permits issued by the Ministry of Trade.
- Import permits require an import recommendation from the Ministry of Agriculture.
- Halal certificates for halal-required products, including pet food, issued by a halal certifying body recognized by the Indonesian halal authority, is one of the most important requirements to obtain an import recommendation.
- An import recommendation must be used to obtain an import permit from the Ministry of Trade within three months of its issuance.
- The import recommendation number must be included on the health certificate accompanying a shipment of petfood.
- An import permit shall be valid for one fiscal year (based on Ministry of Trade Regulation No. 20/2021 regarding Import Policy and Arrangement).
- Raw materials for pet foods intended for export to Indonesia must not be sourced from countries and business units that have not been approved by the Ministry of Agriculture.

Rendered Products

Ministry of Agriculture Regulation No. 15/2021 regarding the Business and Product Standards for Risk-based Business Licensing Administration of the Agricultural Sector requires MOA approval of a foreign rendering establishment before it can export to Indonesia. U.S. establishments should submit approval applications through the Office of Agricultural Affairs of the USDA/Foreign Agricultural Service (FAS) in Jakarta.

Rendering establishments must be approved by the Ministry of Agriculture through animal health and VPH risk analysis assessment process, which consists of document desk review, onsite audit, and evaluation. Each approval step is subject to an approval fee in accordance with Government Regulation No. 35/2016. Rendering establishments wishing to export to Indonesia are encouraged to contact the Office of Agricultural Affairs of the USDA/FAS in Jakarta at AgJakarta@usda.gov for guidance. As of December 2022, there are 32 U.S. rendering establishments approved by the Ministry of Agriculture.

- Only rendered products of ruminant and poultry origin may be imported into Indonesia. (The DGLAHS will perform a product purity test.)
- Raw materials of rendered products intended for export to Indonesia must not originate from porcine sources, dead animals, wildlife, or animals originating from other countries.
- Import permits for rendered products are issued by the MOA, can be applied for at any time, and are valid for 4 months.
- Approved rendering establishments are subject to bi-annual, physical onsite audits.

Rice

On January 3, 2018, the Ministry of Trade (MOT) issued Regulation No. 1/2018 replacing Ministry of Trade Regulation No. 103/2015. The new regulation no longer specifically mentions restrictions of rice imports one month prior to, during, and two months after the main harvest period. However, the import period may be determined during the inter-ministerial coordination meeting held prior to any import decision. The new regulation continues to allow only Indonesia's state-owned logistics board and food procurement agency (BULOG) to import medium quality rice (maximum of 25 percent broken grains), while allowing private companies to import specialty rice (e.g., jasmine rice, basmati rice, sushi rice, rice for diabetics, and rice seed).

On December 8, 2015, the Ministry of Trade stipulated in Regulation No. 103/2015 that japonica rice (HS. 1006.30.99.00) is permitted for import into Indonesia. However, in order to import japonica rice, an import recommendation issued by the MOA must be obtained. The MOA has continuously refused to issue import recommendations for japonica rice, claiming that it can be substituted with similar Indonesian varieties.

Imports of rice are permitted government and industry stocks are low. This is only permitted when the rice cannot be produced domestically. Imported rice can only be used as raw material for food manufacturing and cannot be sold to other parties. Imports are limited to 100 percent broken rice, 100 percent broken glutinous rice, maximum 5 percent broken japonica rice, rice flour, whole grain glutinous rice, maximum 5 percent broken Hom Mali rice, maximum 5 percent broken Jasmine rice, maximum 5 percent broken Basmati rice, and other 5 percent broken rice. Only private importers possessing a "Producer Importer Recognition" (API-P) issued by the MOT may import rice for further food processing. Rice not intended for further processing may be imported only by GOI state-owned companies. Imports require the Producer Importer of Rice to obtain import approval from the MOT. Import permits are valid for six months or until December 31, whichever comes first.

Additionally, imported rice must be packaged and labeled in Bahasa Indonesia prior to arrival in Indonesia. Packaging that comes into direct contact with food must be made of food grade material in accordance with Indonesian regulations. Packaging made of plastic is required to

include a Food Grade logo and Recycling Code in accordance with Indonesian regulations. Compliance with packaging requirements must be proven by:

- a. Certificate of test results issued by a competent testing laboratory and recognized by the local government; or
- b. Letter of statement from importer stating that the packaging used is in accordance with provisions of Indonesian regulations by including Food Grade Logo and Recycling Code on the packaging.

For Thai Hom Mali, Basmati, Japonica, and Steam Rice, packaging size is required to be at maximum 10 kg per bag.

On February 12, 2019, the Ministry of Trade issued regulation No. 8/2019 on Rice Labeling which states that any rice packers or importers selling rice in less than 50 kg bags must include a label in Bahasa Indonesia on each bag that contains the following information:

- a. Rice brand
- b. Quality type of the rice (e.g., medium rice, premium rice, or specialty rice)
- c. Net weight in kilograms or grams
- d. Packaging date
- e. Name and address of the rice packers or importers

Seeds

In July 2019, the Ministry of Agriculture issued regulation No. 38/2019 regarding the procedures for seed testing, assessment, variety release, and withdrawals, to replace Ministry of Agriculture Regulations No. 61/2011 and No. 40/2017. Based on this regulation, to import a new hybrid seed variety, either genetically engineered (GE) or conventional, the importer must provide a guarantee-letter stating that the F1 hybrid seed will be produced in Indonesia within two years after the date of release. In the case of F1 hybrid paddy seed, they must guarantee that the seed will be produced in Indonesia within three years after the release. Meanwhile, the F1 estate crops hybrid seed will be produced in Indonesia within three years for seasonal crops and six years for annual crops after the release. However, Ministry of Agriculture Regulation No. 15/2021 regarding the Standard of Business Activity and Standard of Product in the Implementation of Risk-based Business Licensing in the Agricultural Sector, has removed the point on importing F1 hybrid food crop seeds, which means seeds for F1 food crops must be produced locally.

Indonesian import procedures for horticulture seeds are mainly regulated based on Ministry of Agriculture Regulation No. 15/2017 as amended by Ministry of Agriculture Regulation No. 17/2018 and No. 26/2018. This regulation covers import and export licenses, and states that seed imports can be conducted by business units, government institutions, plant observers, or individuals. MOA approval is required for all seed imports. For information on requirements for seed introduction/importation into Indonesia, please see <a href="https://articles.org/attention-new-normalized-

Table 5. Technical Requirements for Importing Seed

| Importation of Seed for | Technical Requirements: |
|---|--|
| Purpose of: | |
| a. Registering horticultural varieties for circulation | The variety must have quality advantage, uniqueness, and specific uses. The requested seed volume is limited according to the seed release preparation. Must have a Summary of design for adaptation test, observation, or the |
| | planned need of seed for the truth of horticultural variety test. |
| b. Procuring quality seeds for commercial purposes | 1. The variety has been registered for circulation (not more than 2 years since its registration). |
| | 2. Must meet the quality standards or minimum technical requirements.3. Local supply is not sufficient. |
| | 4. The variety is not locally produced. |
| | 5. The requested seed volume and type is limited according to the need of procuring implementation of quality seeds. |
| | 6. Seeds must be produced overseas.7. "Seeds" must be stated clearly on the packaging in Bahasa Indonesia. |
| c. Procuring parent stocks for | 1. These parent stocks are not available in Indonesia. |
| the multiplication of seeds | 2. Seed description must be signed by the seed breeder. |
| from registered varieties | 3. The volume of the requested seed is in accordance with the seed production plan. |
| d. Seed development for | 1. Must have seed development/multiplication plan. |
| export purposes | 2. The requested seed volume is in accordance with the availability of land for seed multiplication. |
| | 3. Recommendation from local provincial authority. |
| | 4. Recommendation from the National Seed Association. |
| e. Producing fresh product | 1. Must have plantation development plan. |
| and/or processed industrial raw materials for domestic | 2. The requested seed volume is in accordance with the availability of land for multiplication plantations. |
| and overseas markets | 3. Recommendation from local province authority, or regency.4. Recommendation from National Seed Association. |
| | |
| f. Implementing | 1. The requested seed volume and type is based on testing needs. |
| benchmarking tests between | 2. Valid participation letter for the benchmarking test between labs or |
| laboratories, proficiency test, or validation method in the | proficiency test or statement letter of proficiency test from International Seed Testing Association (ISTA). |
| framework of accrediting seed quality laboratories | 3. Statement letter on organizing proficiency test, benchmarking test between labs, or validation methods. |

| Importation of Seed for Purpose of: | Technical Requirements: |
|--|---|
| • | 4. After the test is completed, the remaining seeds, including seeds and sprouts resulting from seeds of the proficiency test as well as growing media which is used in the test must be destroyed. |
| g. Implementing new, unique, uniform, and stable test (BUSS) for the need of plant variety protection | The requested seed volume and type is in accordance with testing needs and supported by a testing plan proposal. |
| h. Meeting needs of plant observer | The requested seed volume is maximum: a. 10 plants, consisting of some type/variety, or b. 5 media, which contain a maximum of 25 plantlets, cuttings, or young plant/media, or c. 100 items per commodity for reference seed collection. Plantation location plan (except for reference seed collections). |
| i. Exhibiting/promoting contest materials | Submission of the invitation as exhibitor/participant from the event organizer. The seed type and volume are in accordance with the needs of the exhibition/promotion/contest. After the activity is done, the seed must be destroyed by quarantine officer. |
| j. Implementing quality test necessary for issuing orange and blue certificates based on the regulations of the International Seed Testing Association (ISTA) | The requested seed volume and type is in accordance with testing needs and supported by a testing plan proposal. Letter of application for issuing orange and blue certificates. Application for seed sampling for testing purposes. All remaining seed samples must be destroyed within one /of testing. |

Source: Ministry of Agriculture

The Decree of the Head of the Agricultural Quarantine Agency No. 152/Kpts/PD.540/L/8/2003 states that seed imports must:

- be accompanied by a phytosanitary certificate from the country of origin and transit country,
- pass through the designated entrance point,
- be reported and delivered to Plant Quarantine Officials at the entrance point for quarantine treatments,

• be accompanied by an Import License from the Ministry of Agriculture or appointed officials,

N.B: Quarantine officials will ask for the original copies of the phytosanitary certificate, import license, copies of invoices, packing list, and airway bill or bill of lading.

Although no Indonesian quarantine laboratory has been accredited by the International Seed Testing Association (ISTA), the Ministry of Agriculture refers to the International Standard for Phytosanitary Measures from the United Nations Food and Agriculture Organization (UN FAO) for quarantine inspections and actions.

Sugar

On February 17, 2020, the Ministry of Trade issued Regulation No. 14/2020, providing more flexibility on sugar specifications. The regulation defines sugar specifications that are allowed for or banned from import as follows:

Table 6. Ministry of Trade Regulation on Sugar Imports

| No. | HS Code | Description | Allowed for | Banned for |
|-----|---------------|--------------------------------|--------------------|---------------------|
| | | | Imports | Imports |
| A | Raw Sugar | | | |
| | 17.01 | Cane or beet sugar, pure | | |
| | | chemically sucrose, solid form | | |
| | | -do not contain additional | | |
| | | color or flavor | | |
| 1. | 1701.12.00 | beet sugar | With ICUMSA | With ICUMSA |
| 2. | 1701.13.00 | cane sugar | ≥600 IU | ≤600 IU |
| 3. | 1701.14.00 | other cane sugar | | |
| B. | Refined Sugar | | | |
| | 17.01 | Cane or beet sugar, pure | | |
| | | chemically sucrose, solid form | | |
| | | -Other | | |
| | 1701.99 | other: | | |
| 4. | 1701.99.10 | purified sugar | With ICUMSA ≤75 IU | With ICUMSA > 75 IU |
| C. | White Sugar | | _ | |
| | 17.01 | Cane or beet sugar, pure | | |
| | | chemically sucrose, solid form | | |
| | | -others: | | |
| 5. | 1701.91.00 | containing additional color | With ICUMSA | With ICUMSA |
| | | or flavor | 81 – 200 IU | <81 or >200 |
| | 1701.99 | others: | | |
| | 1701.99.90 | others | With ICUMSA | With ICUMSA |
| | | | 81 – 200 IU | <81 or >200 |

Source: Ministry of Trade Regulation No. 14/2020

Imported raw sugar must only be used as raw material for refineries to produce white sugar for consumption, while refined sugar may only be imported as raw material for the food and beverages industry. Only importers who hold general importer-producer identification numbers (Angka Pengenal Importir-Produser, API-P) can import raw or refined sugar. Prior to import, the API-P importer must obtain an import recommendation from the Ministry of Industry as a requirement to obtain an import permit from Ministry of Trade. Import permits for the import of raw sugar and refined sugar are valid for a maximum period of six months from the issuance date.

White sugar can only be imported to build up national stocks and stabilize prices. Only state-owned companies and API-P importers can import white sugar upon authorization from the government. In addition to receiving an import recommendation from the Ministry of Industry, white sugar importers must obtain an import recommendation from the Ministry of State-Owned Companies and the Ministry of Agriculture to obtain an import permit from the Ministry of Trade. Import permits for white sugar are valid for a maximum period of one year from the issuance date.

The intention of Ministry of Trade Regulation No. 14/2020 was to simplify sugar import procedures and to improve the competitiveness of Indonesia's sugar industry. This regulation revokes and invalidates Ministry of Trade Regulation No. 117/M-DAG/PER/12/2015.

As mandated by Law Number 7/2021 on the Harmonization of Tax Regulations, the GOI increased the value added tax on sugar imports to 11 percent. The new tax came into effect on April 1, 2022, setting sugar import duties and taxes as follows:

Table 7. Indonesia: Sugar Import Duty (ID) and Value Added Tax (VAT), 2022

| No. | Commodity | ID | | VAT |
|-----|----------------|----------|------------|-----|
| | | (Rp./Kg) | (US\$/ton) | (%) |
| 1. | Raw cane sugar | 550 | 38 | 11 |
| 2. | White sugar | 790 | 55 | 11 |
| 3. | Refined sugar | 790 | 55 | 11 |

Source: Indonesian National Single Window.

Seafood

On February 2, 2021, the Government of Indonesia issued Regulation No. 27/2021 on Business Process in the Maritime and Fisheries Sector, which is one of the implementing regulations of Law No. 11/2020 on Job Creation. It states that the issuance of import licenses for fish and seafood will be based on commodity balance policy. The new policy of import license is described in more detail in Section IX: Import Procedures. To implement this new policy, on May 28, 2021, the Ministry of Marine Affairs and Fisheries (MoMAF) also issued Regulation No. 24/2021 on the Establishment of Fishery Commodity Balance and Import Allocation Distribution of Fishery Commodities.

The Directorate General of Fishery Product Processing and Marketing (P2HP) issued Decree No. 125/KEP-DJP2HP/2014, later amended by decree No. 31/KEP-DJP2HP/2015, listing fish products allowed for export to Indonesia. The Decree states that Indonesia will only import fish species not available in Indonesian waters, except in the event of shortages and seasonal production limitations. Indonesia's Ministry of Marine Affairs and Fisheries (MOMAF) also issued new regulations on imports of fish and fishery products: Ministry of Marine Affairs and Fisheries Regulation No. 11/2019 (original Bahasa Indonesia version). Ministry of Marine Affairs and Fisheries Regulation No. 74/2016 (replacing Ministry of Marine Affairs and Fisheries Regulation No. 46/2014) specifies required sanitary certificate language and Ministry of Marine Affairs and Fisheries Regulation No. 41/2014 lists live aquatic species banned from import.

Table 8. List of Fish and Seafood Products Allowed for Export to Indonesia

| <u>Tab</u> | Table 8. List of Fish and Seafood Products Allowed for Export to Indonesia | | | | | | | |
|---|--|--------------------------------|---------------|--|--|--|--|--|
| No. | Type of Fish | HS Code | Form | | | | | |
| Raw | Raw Material for Fish Canning Industry | | | | | | | |
| 1 | Sardine (Sardinella spp.) | 0303 53 00 00 | Frozen | | | | | |
| 2 | Jack and Horse Mackerel (Trachurus spp.) | 0303 55 00 00 | Frozen | | | | | |
| 3 | Atlantic Mackerel (Scomber Scombrus) | 0303 54 00 10 | Frozen | | | | | |
| 4 | Pacific Mackerel (Scomber Japonicus) | 0303 54 00 20 | Frozen | | | | | |
| Raw | Material for Fish Processing | | | | | | | |
| exce | type of fish that is intended for re-export and not for sale is pt those types of fish specifically prohibited for import by | Indonesian regulatio | | | | | | |
| | Material for Traditional Salt Making and Boiled Fish Proc | | | | | | | |
| 1 | Salem (Scomber Japonicus) | 0303 54 00 20 | Frozen | | | | | |
| 2 | Curing (Rastrelliger Kanagurta) | 0303 89 15 10 | Frozen | | | | | |
| 3 | Aso-Aso (Rastrelliger brachysoma) | 0303 89 15 10 | Frozen | | | | | |
| Raw | Material for Fortification | | | | | | | |
| 1 | Fish Oil | 1504 20 10 00 1504 20 90 00 | Food grade | | | | | |
| 2 | Fish Protein Concentrate | 0305 59 20 00 0305 59 90 00 | Food grade | | | | | |
| 3 | Kappa, Iota, and Lamda | 1302 39 10 10 | Powder/Liquid | | | | | |
| 4 | Alginate and family | 1302 39 90 00 | Powder/Liquid | | | | | |
| 5 | Flour from prawn | 0306 29 30 00 | - | | | | | |
| 6 | Flour from water invertebrate except krustacea | 0307 99 90 00 | - | | | | | |
| 7 | Any kind of fortified material which is not produced locally | - | - | | | | | |
| Raw Material for Hotel, Restaurant, and Catering Consumption and Modern Markets | | | | | | | | |
| 1 | Trout (Salmo trutta, Oncorhynchus spp.) | 0302 11 00 00 | Fresh | | | | | |
| | | 0303 14 00 00 | Frozen | | | | | |
| 2 | Pacific Salmon (Oncorhynchus spp.) | 0302 13 00 00 | Fresh | | | | | |
| | | 0303 12 00 00 | Frozen | | | | | |

| 3 | Atlantic Salmon (Salmo salar) | 0302 14 00 10 0303 13 00 10 | Fresh Frozen | | |
|-----|--|--------------------------------|-----------------|--|--|
| 4 | Halibut (Reinhardtius spp.) | 0302 21 00 00 0303 31 00 00 | Fresh Frozen | | |
| 5 | Cod Fish (Anoplopoma fimbria/Gadus spp.) | 0302 51 00 00 0303 63 00 00 | Fresh Frozen | | |
| 6 | Lobster (Homarus spp.) | 0306 12 00 00 | Frozen | | |
| 7 | Giant Fresh Water Shrimp (Macrobrachium rosenbergii) | 0306 17 30 00 | Frozen | | |
| 8 | Nori/Kelp/Roasted Laver | 1212 21 10 00 | Dried | | |
| 9 | Surumeika/Squid (Loligo spp., Nototodarus spp., Todarodes pacificus) | 0307 41 20 00 0307 49 10 00 | Fresh Frozen | | |
| 10 | Any kind of fish or seafood which is not available in Indonesia | - | - | | |
| Raw | Raw Material for Fish Bait | | | | |
| 1 | Sardine (sardinella spp.) | 0303 53 00 00 | Frozen | | |
| 2 | Ilex squid (Ilex spp.) | 0307 49 10 00 | Frozen | | |

Source: Ministry of Marine Affairs and Fisheries Regulation No. 41/2014

The Commodity Balance policy requires importers to submit a "needs plan" every September for the following year's imports in order to receive import licenses. The Ministry of Industry (for imports for industrial purposes) or Ministry of Marine Affairs and Fisheries (for imports for retail/ foodservice consumption) verifies and determines the final, aggregate import needs plan. The importation of fish or seafood can be carried out by Importer Producers for processing, as well as by General Importers for the following uses:

- Modern markets
- Hotel, restaurant, and catering industries
- o Bait
- o Raw material for processed fishery products: filets, sausages, meatballs etc. (This only applies to micro-small enterprises without industry licenses.)
- o Raw material for traditional production of boiled-salted fish

The following documents are required from the Exporter:

- a. Health certificate issued by the competent authority of the country of origin (A bilingual English-Indonesian sample health certificate can be found here:

 <u>Ministry of Marine Affairs and Fisheries Regulation No. 11/2019</u>, page 34.
- b. Catch certificate
- c. Certificate of Origin (COO)

Every shipment is subject to quarantine measures/inspections upon arrival; therefore, the importer should at least one day prior to arrival obtain a Fish Quarantine Installation Certificate (IKI) that can be used to request fish quarantine measures¹⁰. The importer should submit the

¹⁰ Regulation of Ministry of Marine Affairs and Fisheries No. 18/2018

required documents to the quarantine officer at the entry point, including Import Permit, Health Certificate, COO, Catch Certificate, and Invoice/Packing List. When the shipment arrives, the fish quarantine officer will verify administrative requirements, conduct a physical inspection, and take samples for laboratory examination to ensure the quality and safety of the fishery product. A list of test parameters in Bahasa Indonesia can be found at Head of Fish Quarantine Decree No. 77/2017, (Frozen Fish, page 22 – 23); (Fresh Fish page 24); (Frozen Shrimp page 28); (Scallop page 30); (Frozen Shellfish Meat page 31); (Frozen Lobster page 32).

SECTION VII: OTHER SPECIFIC STANDARDS

Food Categorization

BPOM Regulation No. 34/2019 (replacing BPOM Regulation No. 21/2016) covers food categories. The food categorization regulation sets guidelines for setting standards, assessments, inspections, and certifications for food safety controls. Domestic and imported food products sold in retail packaging must comply with the provisions on food categories outlined in BPOM Regulation No. 34/2019. There are 16 food categories stated in attachments I to XVI. If a type of food does not fall under one of the foods categories listed, written approval is required from the head of BPOM.

Alcoholic Beverages (Beer, Wine, Spirits)

The distribution and sale of alcoholic beverages are controlled by the GOI. There are three categories of alcoholic beverages: "Category A" contains zero to five percent alcohol; "Category B" contains greater than 5 percent and less than 20 percent alcohol; and "Category C" contains 21 to 55 percent alcohol.

An importer of alcoholic beverages must hold an imported alcoholic beverage permit (IT-MB) from the MOT. The main requirement for the IT-MB application is an appointment letter authorized in the country of origin by a Public Notary and an Indonesian Commercial Attaché (for the United States, at the Indonesian Embassy in Washington D.C. or one of the consulates.) The application must indicate 20 foreign brands/manufacturers from at least 5 countries and have six distributors in at least six provinces per Ministry of Trade Regulation No. 20/20214, which was replaced by Ministry of Trade Regulation No. 25/2022). The IT-MB will be valid for as long as the importing company is still conducting alcoholic beverage import activities.

The type and amount of the imported alcoholic beverage products allocated to fulfill national demand is determined by the MOT and issued in April annually. The ports of entry for imported duty-paid alcoholic beverages including the seaports of Belawan, Medan; Tanjung Priok, Jakarta; Tanjung Emas, Semarang; Tanjung Perak, Surabaya; Bitung, Manado; and Soekarno Hatta, Makassar, as well as via all Indonesian international airports.

The distribution and sale of alcoholic beverages under category B and C fall under the GOI's control. Direct sales are only allowed for duty-paid alcoholic beverages (including categories A, B, and C) for on-site consumption at hotels, restaurants, bars, pubs, and night clubs. Duty-free shops can sell duty-free alcoholic beverages, including categories A, B, and C in certain locations. New Ministry of Trade Regulation No. 6/2015 prohibits sales of category A alcoholic beverages in minimarkets and other retail shops. Supermarket and hypermarket retail sales of alcohol are still allowed. Direct selling and/or retail of alcoholic beverages and alcoholic beverage products to people under the age of 21 years is prohibited in Indonesia. BPOM Regulation No. 05/2021 states that alcoholic beverages distributed in Indonesia must comply with food safety and quality standards on methanol content, metal and chemical contamination, and food additives. Maximum methanol content is less than 0.01% b/v (calculated based on product volume). Alcoholic beverages are not allowed to be advertised in the media. Prior to distribution, imported alcoholic beverages must be registered at BPOM with the required documents as follows:

- An exclusive Letter of Appointment authorized in the country of origin by a Public Notary or Chamber of Commerce or Indonesian Embassy
- Certificate of Free Sale and HACCP/ISO 220000/GMP/Food Safety
- Production flow chart; ingredients; label design; front and black label; batch code/lot number/production code; packaging type.
- Product samples for laboratory testing at BPOM

On December 12, 2018, the Ministry of Finance (MOF) issued Regulation No. 158/2018 to replace MOF Regulation No. 207/2013, imposing a new excise tax on ethyl alcohol, beverages, and concentrates containing ethyl alcohol. The regulation was implemented on January 1, 2019. The new tax is described in Table 6.

Table 9. Indonesia: Excise Tax for Ethyl Alcohol and Products Containing Ethyl Alcohol

| Type | Ethyl Alcohol content | Excise Tax | Excise Tax (IDR per | | |
|--------------------------------------|---|------------|---------------------|--|--|
| | | liter | •) | | |
| | | Domestic | Import | | |
| | | Product | | | |
| Ethyl alcohol or | ethanol | | | | |
| All kinds of eth | All kinds of ethyl alcohol, level content, and type | | | | |
| Beverages conta | Beverages containing ethyl alcohol | | | | |
| A | 5% or less | 15,000 | 15,000 | | |
| В | More than 5% up to 20% | 33,000 | 44,000 | | |
| С | More than 20% | 80,000 | 139,000 | | |
| Concentrate containing ethyl alcohol | | | | | |
| All concentrates | 100,000 | 100,000 | | | |
| processing aid i | n beverages contain ethyl alcohol production | | | | |

Source: Ministry of Finance

On April 1, 2022 the Ministry of Finance issued Regulation No. 26/2022 on the Stipulation of Goods Classification System and Imposition of Import Duty Tariffs on Imported Goods, which includes information on the import duty at the ad valorem tariff rate of 90 percent for wine, cider, perry, and mead, and 150 percent for spirits and liqueurs.

Biotechnology

The Government Regulation No. 28/2004 states that Genetically Engineered (GE) food must be tested prior to distribution. BPOM regulation No. 6/2018 concerning Food Surveillance on Genetically Engineered Food replaced BPOM Regulations No. 19/2016 and No.

HK.03.1.23.03.12.1563/2012 on the Guidelines for Food Safety Assessments of Genetically Engineered products. An assessment for imported GE products is required before distribution in Indonesia, which includes:

- a. genetic information, including general description, host description, etc.;
- b. donor organism;
- c. genetic modification description;
- d. genetic modification characteristics; and
- e. food safety information, including substantial equivalence, changes in nutritional value, allergenicity, and toxicity.

BPOM Regulation No. 6/2018 was put in place to address the following:

- 1. Imported GE products must obtain approval from BPOM in the form of GE Food Safety Certificate after the assessment is done.
- 2. After obtaining a food safety certificate, the importers must convey:
 - a sample of the GE product and its conventional counterpart
 - a document indicating primary sequence information, a validated detection method, and a location where Certified Reference Materials can be obtained.
- 3. GE processing aids not containing GE DNA or GE proteins are exempt from food safety assessment by the Biosafety Commission for Genetically Engineered Products (BCGEP).
- 4. BPOM requires applicants to submit samples of GE products and their conventional counterparts or their parent seed no later than six months after receiving distribution approval. GE products that have been distributed prior to the enactment of this regulation must comply no later than May 2019.
- 5. If the importer submits an application of assessment for an imported GE product, the data submitted should be in the form of testing results that must be carried out by an accredited laboratory, or an overseas laboratory that implements the Good/GLP Laboratory Method, or a laboratory that has a Mutual Recognition Arrangement (MRA) agreement.

For additional information, please see the Agricultural Biotechnology Annual Report 2022.

Special Nutrition

BPOM issued Regulation No. 1/2018, which has been amended by BPOM No. 24/2019 and BPOM No. 24/2020, regarding the Surveillance of Processed Foods for Special Nutrition Needs

(PKGK). This regulation oversees processed foods for special dietary and medical needs, including foods and beverages providing tailored nutrition for adults, infants, children, pregnant mothers, and athletes¹¹. This regulation also defines PGKG and provides requirements on the standard and quality of each food category (including requirements for materials, nutritional content, food additives, and labeling).

Imports of PKGK products must be accompanied by a certificate proving the product complies with good manufacturing practices for processed foods (CPPOB). The certificate must be issued by the competent authority in the country of origin that has a Mutual Recognition Agreement with GOI.

Halal Certificate

According to Law No. 33/2014 on Halal Product Assurance, a new agency under the umbrella of the Ministry of Religious Affairs (MORA), called the Halal Product Assurance Organizing Agency (BPJPH) is charged with overseeing the collection of fees and issuance of halal certificates for specific products. Law No. 33/2014 came into force on October 17, 2019, beginning a five-year grace period for all food and beverage products to come into compliance by the October 17, 2024 deadline. (Mandatory halal certification for all other products began on October 17, 2021, with grace periods extending between 5 to 15 years, depending on product category.)

Under this law, the Indonesian Council of Ulama (MUI) retains responsibility for determining whether something is halal or not and for issuing halal fatwas accordingly. Under Law 33/2014, halal certification is mandatory for all food and beverages (including products derived through genetically engineering process), pharmaceuticals, cosmetics, biological products, and chemical products sold in Indonesia, unless the products are non-halal. All business processes, including production, storage, packaging, distribution, and marketing will be required to comply with this law, which also requires non-halal information to be placed on packaging for all non-halal products. Ministry of Religious Affairs Decree No. 748/2021 lists the product types that are required to be halal certified and Ministry of Religious Affairs Decree No. 1360/2021 lists the materials exempted from mandatory halal certification, known commonly as the halal positive list.

Irradiation Certificates

All imported irradiated food should be accompanied by a certificate issued by authorized officers in the country of origin that is valid for the batch. It is also required to fulfil the requirements of safety, quality, nutrition, and label and food advertisement.

¹¹ Under this amendment regulation, BPOM added snack for children into category of processed food of special dietary

Regulation on Irradiated Food refers to Ministry of Health Regulation No. 701/Menkes/Per/VIII/2009 and BPOM Regulation No. 3/2018. Based on the above regulation, there are three GOI-approved sources of radiation treatment:

- 1. Gamma irradiation with Co^{60} or Cs^{137} isotopes
- 2. X-ray with energy less than and equal to 7.5 MeV or
- 3. Electron machine with energy less than or equal to 10MeV

The following are the types of foods that can be irradiated and their respective doses.

Table 10. Indonesia: Type of Food Allowed to Be Radiated

| No Type of Food Irradiation Purpose Maximum Dose Absorbe | | | | | |
|--|--------------------------------------|---|--|--|--|
| | 71 | • | (kGy) | | |
| 1. | Bulb and root tuber | Prevent sprouting during storage | 0.15 | | |
| 2. | Fresh vegetables and | a. Delay ripeness | 1.0 | | |
| fruits (excluding No. 1) | | b. Kill insects | 1.0 | | |
| | | c. Extend shelf life | 2.5 | | |
| | | d. Quarantine treatment | 1.0 (for fruit fly 0.15) | | |
| 3. | Processed vegetables and fruits | Extend shelf life | 7.0 | | |
| 4. | Mango | Extend shelf life | 0.75 combine with hot water (55°C) for 5 minutes | | |
| 5. | Mangosteen | a. Kill insects | 1.0 | | |
| | | b. Quarantine treatment | 1.0 | | |
| 6. | Cereal and millet | a. Kill insects | 1.0 | | |
| | products, beans, oil | b. Reduce microbe amount | 5.0 | | |
| | seed, peas, dried fruits | | | | |
| 7. | Fish, fresh and frozen seafood | a. Reduce certain pathogenic microorganisms | 5.0 | | |
| | | b. Extend shelf life | 3.0 | | |
| | | c. Control infection by certain | 2.0 | | |
| | | parasites | | | |
| 8. | Processed fish and | a. Reduce certain pathogenic | 8.0 | | |
| | seafood | microorganisms | 10.0 | | |
| | M , 1 1, 1 | b. Extend shelf life | 10.0 | | |
| 9. | Meat and poultry and their processed | a. Reduce certain pathogenic microorganisms | 7.0 | | |
| | products (fresh and | b. Extend shelf life | 3.0 | | |
| | frozen) | c. Control infection by certain | 2.0 | | |
| | | parasites | 7.0 | | |
| | | d. Kill salmonella bacteria | | | |
| 10. | Dried vegetables, | a. Reduce certain pathogenic | 10.0 | | |
| | seasonings, dried | microorganisms | 1.0 | | |
| | herbs, and herbal teas | b. Kill insects | 1.0 | | |
| | | | | | |

| 11. | Food from animals, | a. | Kill insects | 1.0 |
|-----|--|----|---|-----|
| | dried animal | b. | Kill microbes, fungi, molds, | 5.0 |
| | | | yeasts | |
| 12. | 12. Animal-based ready- to-eat processed food | | Sterilize and kill pathogenic microorganisms such as spores and microbes, fungi, molds, yeasts | 65 |
| | | b. | Extending shelf life | |

Source: Ministry of Health and BPOM

Product Shelf Life

BPOM Regulation No. 15/2020 requires that imported processed food products have at least two-thirds of shelf life remaining at the time of import.

Processed Organic Food

Organic processed food shall include food from organic fresh food processed by a specific method, with or without permitted food additives.

Based on Ministry of Agriculture Regulation No. 15/2021, imported organic food must be accompanied by:

- Transaction certificate issued by the Organic Certification Institute (LSO) that has been
 certified by the National Accreditation Committee (KAN) whether it is a domestic LSO
 or foreign LSO domiciled in Indonesia. The LSO must perform certification of the
 business unit in the country of origin.
- A health certificate or certificate of sale issued by an authorized institution in the country of origin.

The 2008 BPOM regulation (replaced by BPOM Regulation No. 1/2017) stated that organic fresh foods must contain at least 95% organic fresh food from the total volume or weight, excluding water and salt content. Water and salt content are water and salt added at the time of processing. Food additives and other materials permitted in organic processed foods are attached to the regulation. Raw materials, food additives, other materials, and organic processed foods cannot be treated with irradiation and cannot be derived from genetically engineered products.

Semi Processed Plant Products - Plant Quarantine Pest Carrier

The MOA requires a Phytosanitary Certificate (PC) to accompany the importation of semi processed plant products through Regulation No. 9/2009 on Requirements and Procedures of Plant Quarantine for the Importation of Plant Quarantine Pest Carriers. There are 12 carrier media in the form of semi processed plant products -as listed below- which can carry plant quarantine pests.

The regulation also states that if the PC cannot be issued by the competent authority of the country of origin, then quarantine action will be carried out on the carrier media, which is in the form of a plant that has undergone minimal processing (semi-processed plant products). The MOA will only consider PCs issued within 90 days. The MOA can also consider allowing importation without a PC if the country of origin can provide them with a strong justification.

Table 11. Indonesia: List of Carrier Media

| No. | Carrier media | HS Code |
|-----|---|---------------------|
| 1. | Part of plant of a suitable type for bouquets or ornamental purposes, fresh, dried, dyed, bleached, impregnated, or otherwise prepared | 0603; 0604 |
| 2. | Fermented vegetables which caused chemical changes by microorganism enzyme (bacteria, fungi, or yeast) | |
| 3. | Frozen fruits and vegetables put in cold storage with temperatures between -18°C to -12°C | 0710; 0811 |
| 4. | Malt, starch (starch, gluten) | 1107; 1108; 1109 |
| 5. | Vegetables and fruits that are provisionally preserved (for example, in sulfur dioxide gas, in brine, in sulfur water or in other preservative solutions), but unsuitable in that state for immediate consumption | 0711; 0812 |
| 6. | Dried vegetables, whole, cut, sliced, broken or in the form of powder, but not for further preparation | 0712 |
| 7. | Tubers with high starch or inulin content, chilled, frozen, sliced, or in the form of pellets | 0714 |
| 8. | Coffee, coffee husks and skins, coffee substitutes, roasted, whether decaffeinated or not | 0901 |
| 9. | Parts of plants that are crushed or ground | 0902 - 0906 |
| 10. | Cereal grains that are hulled, rolled, flaked, pearled, sliced, kibbled, or ground | 1104 |
| 11. | Parts of plants that are used in preparation of perfumes, pharmaceuticals, insecticides, fungicides, or for other purposes, dried whether sliced crushed or ground | 3005; 3301 |
| 12. | Vegetable materials of a kind used for plaiting, cleaned, bleached, or dyed | 1401 |

Source: Ministry of Agriculture

Indonesian National Standards (SNI)

The Government of Indonesia requires several food products to comply with SNI requirements. To prove compliance, the product must have an SNI mark (SPPT-SNI) affixed on the product label for retail packages or included on the SNI certificate for bulk products.

Table 12. List of SNI Mandatory Products

| No. of SNI | Product/HS Code | Regulation |
|-------------------------------------|---|---|
| SNI 8223:2016 | Canned tuna HS Code: 1604.14.10.00 | Ministry of Fisheries and Marine Affairs Regulation No. 58/2016 |
| SNI 8222:2016 | Canned sardine and mackerel HS Code: 1604.12.10.00; 1604.13.10.00; 1604.15.10.00 | Ministry of Fisheries and Marine Affairs Regulation No. 58/2016 |
| SNI 7709:2019 | Palm cooking oil HS Code: 1511.90.36; 1511.90.37; 1511.90.39 | Ministry of Industry Regulation No. 46/2019 |
| SNI 6242:2015 | Bottled water HS Code: 2201.10.10 | Ministry of Industry Regulation No. 26/2019 |
| SNI 3747:2009 | Chocolate powder HS Code: 1805.00.00 | Ministry of Industry Regulation No. 60/2010 |
| <u>SNI</u> 3140.3:2010/Amd1:2011 | Sugar HS Code: 1701.99.10 | Ministry of Agriculture Regulation No. 13/2020 (temporarily suspended until the Covid-19 pandemic is over) |
| SNI 2983:2014 | Instant coffee HS Code: 2101.11.10 | Ministry of Industry Regulation No. 3/2016 |
| SNI 2973:2011 | Biscuit HS Code: 1905.31.10.00; 1905.31.20.00; 1905.32.00.00; 1905.90.20.00; 1905.90.90.00 | Ministry of Industry Circular Note No. 500/MIND/7/2016 (The Ministry of Industry (MOI) issued a circular letter dated July 25, 2016, postponing the implementation date for the biscuit SNI. There is no information stating when the biscuit SNI will be enforced) |
| SNI 01-3556-2000 | Salt for consumption | Ministry of Industry Regulation No. 29/1995 |
| SNI 3751: 2009 | Wheat flour for foodstuff | Ministry of Industry Regulation No.59/2015 |

Source: http://sispk.bsn.go.id/RegulasiTeknis/SniWajib

In order to obtain an SNI for imported products, an importer must fulfil several requirements, including obtaining product quality conformity test results from an assigned domestic or foreign accredited laboratory.

Commercial Sterile Food

BPOM issued Regulation No. 25/2020 regarding Guidance on Good Manufacturing Practice for Commercial Sterile Food Sterilized after Packing in conjunction with BPOM Regulation No. 24/2016, which regulates commercial sterile foods, and Regulation No. 19/2019 regarding Guidance on Good Manufacturing Practice for Commercial Sterile Food with Aseptic Processing and Packaging. Commercial sterile foods are low acid products (pH >4.6 and a_w>0.85) that have been hermetically packaged (sealed to avoid the entry of microbes during and after heat processing) and commercially sterilized for storage at room temperature. Commercial sterilization must be carried out to an F_o value for at least 3.0 minutes to destroy *Clostridium botulinum*. This is not required for alcoholic beverages, mineral water, demineralized water, or natural mineral water.

BPOM regulations No. 25/2020 and No. 19/2019 state that this guidance will include:

- Hygiene requirements in the production or harvest area
- Design and facility
- Hygiene facility requirements
- Hygiene and employee health requirements
- Aseptic processing and packaging requirements
- Ouality assurance
- Storage and transportation for finished product
- Laboratory control procedure
- Specifications for finished products

Plant-Based Meat and/or Dairy Alternatives

This product is included in the BPOM Regulation No. 34/2019 on Food Category and follows the same regulation on processed food, including labeling and registration requirements.

OTHERS

- Milk products have special regulations
- Baby food has special regulations

Animal quarantine regulations for live animals and semen vary and should be consulted before exporting live animals to Indonesia. Requirements on exporting live animals (including pet animals) can be found in USDA APHIS International Regulations for Animals <u>page</u>.

SECTION VIII: TRADEMARKS, BRAND NAMES, AND INTELLECTUAL PROPERTY RIGHTS

Indonesian Copyright Law No. 19/2002 has been replaced by Law No. 28/2014; Patent Law No. 13/2016 replacing Law No. 14/2001 and Brand & Geography Indication Law No. 20/2016 replaces Law No. 15/2001. In 2009, Indonesia was moved from the U.S. watch list to the U.S. priority watch list for protection of intellectual property.

Copyright protection is valid for 25 to 50 years and a patent is valid for 10 to 20 years. A trademark should be registered at the DG for Intellectual Property Rights in the Ministry of Justice and Human Rights. Generally, the trademark process requires more than one year to complete. Patents typically require at least one and a half years. Once registered, trademarks must be extended every 10 years.

SECTION IX: IMPORT PROCEDURES

On April 1, 2021, the Ministry of Trade issued Regulation No. 20/2021 regarding Import Policies and Arrangement which replaced all of its import policies in Indonesia, including the import licensing system for horticultural products, sugar, fisheries products, salt, animal and animal products, alcoholic beverage, corn, and rice. This new regulation serves as an umbrella regulation for Indonesia's import policies. However, not much has changed in this regulation compared to the regulations it supersedes. This regulation mainly serves to compile pre-existing trade policies into one document. The new regulation also provides additional information on the requirements to extend Import Licenses (i.e., beef, dairy, horticultural products, corn, rice, sugar) for 30 days for products that have been shipped but arrival will be delayed due to certain unforeseeable conditions e.g., force majeure/natural disaster and transportation disruptions. Importers must submit their extension request at least 7 working days before the validity period expires.

MOT No. 20/2021 also set forth the requirement that import licenses for certain commodities be issued on the basis of their "commodity balance". The Commodity Balance policy requires the issuance of import licenses be subject to a GOI assessment of a commodity's supply and demand. The Commodity Balance policy was signed into law by President Joko Widodo on February 21, 2022, through Regulation No. 32/2022. For Phase I (2022), this Commodity Balance requirement applies to beef, fish, rice, salt, and sugar. On September 19, 2022, the Coordinating Ministry for Economic Affairs (CMEA) announced that for Phase II (2023), it would expand the commodity balance policy to apply to 19 more commodities, including agricultural products such as corn and garlic. Until the commodity balance is set for a particular commodity, the administration of import licenses will continue under existing licensing regimes (for example, the two-step licensing process remains in place for 2023 dairy and horticultural imports, figure 4).

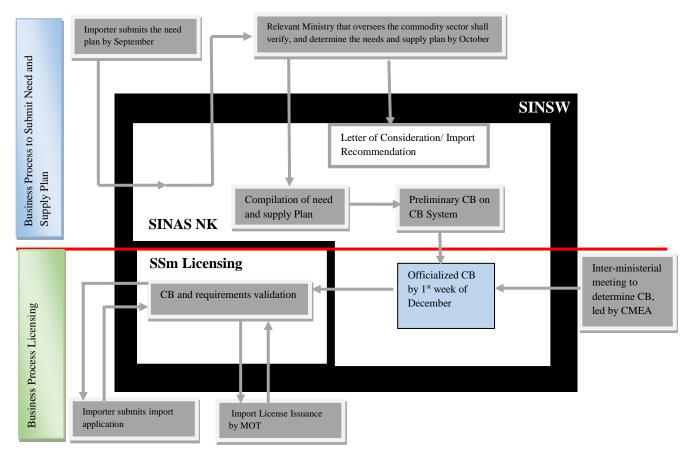


Figure 4. Indonesia: Commodity Balance (CB) and Import Licensing Process through the SINSW System

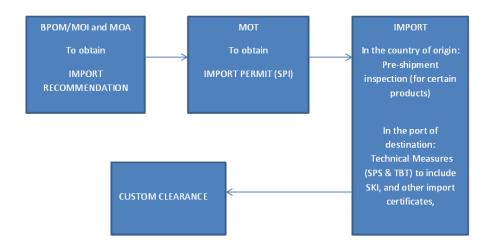
Source: Ministry of Trade

Figure 4. illustrates the import licensing process for products subject to the Commodity Balance policy. First, importers must submit their "Needs Plans" for the following year by September via the online National Commodity Balance System (SINAS NK), a sub-system of the Indonesia National Single Window System (SINSW). The relevant ministry with oversight of the commodity will review and verify the data to generate an aggregate Needs Plan, which takes into account the Supply Plan consisting of production and stock data for the current year. Once the aggregate Needs Plan is finalized, the commodity's ministry will submit the data to the Coordinating Ministry of Economic Affairs (CMEA) via the SINAS NK system through the SINSW by October.

Then, SINSW will compile the data submitted by the commodity's ministry. At this stage, the SINSW automated system determines the preliminary commodity balance, and the official commodity balance must be finalized by the first week of December (Presidential Regulation No. 32/2022) through a technical coordination meeting and then the inter-ministerial meeting led by CMEA to officialize the commodity balance.

Finally, after the commodity balance has been determined, the importer will receive notification from SINSW (via SMS or email) to process the import application. Within five working days, the Ministry of Trade (MOT) will then issue the import license based on the commodity balance through Single Submission (SSm) Licensing system.

Figure 5. Indonesia: Import Licensing Process for Non- Commodity Balance Products through the SINSW System



Note:

BPOM: The National Agency for Drug and Food Control

MOI: Ministry of Industry
MOA: Ministry of Agriculture
MOT: Ministry of Trade
SKI: Entry Permit from BPOM

Pre-shipment Inspection

Ministry of Trade Regulation No. 28/2020, as replaced by Ministry of Trade Regulation No. 20/2021 and amended by Regulation No. 25/2022, requires a pre-shipment inspection for certain products (see Table 9 below) in the country of origin. Inspections can be carried out by surveyors that have been accredited by the National Accreditation Committee (KAN) as regulated by Ministry of Trade Regulation No. 16/2021 on Verification and Technical investigation in the Foreign Trade Sector.

Table 13. Information Required in Surveyor Report to be Delivered to Ministry of Trade

| Table 13. Information Required in Surveyor Report to be Delivered to Ministry of Trade | | | | | | | |
|---|----------------------------------|--------------|-------------------------------|------|------|-------|--|
| | Processed Food & Beverages | Horticulture | Herbs & Food Supplement | Rice | Salt | Sugar | |
| Country of origin and port of loading; | V | V | V | V | V | V | |
| Licensing and administrative document | | | | | | V | |
| Type and ICUMSA number of raw crystal/rough sugar | | | | | | V | |
| Specification of product, Post Tariff/HS; | V | V | V | V | V | V | |
| SNI logo, for certain products which is enforced for mandatory | V | | V | | | | |
| M/L number – registration number | V | | V | | | | |
| The type and volume; | | V | | V | V | | |
| Brand & weight packaging | | | | V | | | |
| Date of shipment; | V | V | V | V | V | V | |
| Port of destination; | V | V | V | V | V | V | |
| Food grade packaging certificate and recycle packaging certificate | | V | | | | | |
| Certificate of Analysis (for certain products for which is enforcement is mandatory) | V | | V | | | | |
| Phytosanitary Certificate; | | V | | | | | |
| Certificate of Origin; | | V | | | | | |

Source: https://www.scisi.co.id/semua-komoditas/

SECTION X: TRADE FACILIATION

Advance Rulings

On September 21, 2018 the Ministry of Finance issued Regulation No. 134/2018 regarding Valuation Advice, which enables importers to calculate the customs value of goods to be imported which is valid for three years. This regulation aims to expedite the review process on customs valuation at the customs clearance stage by providing the discretion to submit Valuation Advice prior to submitting the customs declaration (PIB).

E-Certificates

The Indonesian Quarantine Agency has developed an Implementing Arrangement for the exchange of electronic certification (e-Cert) with several trading partner countries such as Australia, New Zealand, and the Netherlands. During the COVID-19 pandemic, Indonesia received e-Phytosanitary Certificates from all countries that have been validated through this website¹²: https://ppkonline.karantina.pertanian.go.id/checkcert/

Port Fees

Indonesia has seven international ports, of which Tanjung Priok port is the main gate of international trade activity and handles around 65 percent of national container export and import¹³. Tanjung Priok port has five terminal operators, as follows:

- 1. Terminal Peti Kemas Koja, (tariff)
- 2. New Port Container Terminal, (tariff simulation)
- 3. Jakarta International Container Terminal I, (tariff simulation)
- 4. Jakarta International Container Terminal II, (tariff simulation)
- 5. Terminal Mustika Alam Lestari, (tariff calculation)

Average Release Time

The average release time takes 2.5 to 3 days and depends on the dwelling time process¹⁴, which includes pre-clearance, custom clearance, post-clearance. The process that requires the most time is pre-clearance, from the container's arrival to its placement in Temporary Storage (TPS). The payment of duties and taxes until the submission of Import Declaration (PIB) requires fulfilling the provisions of several related ministries and agencies. FAS Jakarta has noted in reports that port dwelling times have decreased lately, but some inspections have been moved from the port to importer-owned warehouses.

Most of the common issues in Indonesia's custom clearance process occur with imported products that are regulated by more than one ministry and require a two or three – step license, e.g. agriculture and livestock products are regulated by the Ministry of Trade, the Ministry of

¹² SPS Notification - WTO

¹³ Based on data from Indonesia Port Corporation (Pelindo II)
14 https://apps3.insw.go.id/dashboard_dtinsw.php

Agriculture and the Quarantine Agency; seafood and fishery products are regulated by the Ministry of Fisheries and Marine Affairs, the Ministry of Trade or the Ministry of Industry, and the Agency of Quarantine; processed foods and beverages are regulated by the Ministry of Trade, and the National Agency of Drug and Food Control. The involvement of multiple ministries and agencies needs improved coordination and integration in implementing import regulations so as not to disrupt trade.

Exporters are cautioned to avoid issues with stuck shipments. Re-selling or re-exporting cargo that has arrived at Indonesian ports can be extremely challenging and requires the full cooperation and approval of the original consignee. Therefore, exporters are encouraged to always conduct due diligence on importers before conducting any business. For information on the re-selling of cargo after arrival in Indonesia; please see report on Guide to Re-selling Containerized Cargo After Arrival.

APPENDIX I: GOVERNMENT REGULATORY AGENCY CONTACT

Ministry of Finance

Directorate General for Customs and Duties Jalan Jend. A. Yani/Bypass, Jakarta

Tel: +6221-150-0225, 489-7511 Fax:

+6221-489-0308

Homepage: www.beacukai.go.id

http://www.beacukai.go.id/http://www.beacukai.

go.id/Products regulated: Import Tariff

Ministry of Agriculture

Directorate General of Food Crops

Jalan AUP No. 3 Pasar Minggu Jakarta 12520

Tel: +6221-782-4669 Fax: +6221-780-6309

Homepage:

http://tanamanpangan.pertanian.go.id/

Directorate General of Horticulturehttp://www.tanamanpangan.deptan .go.id/

Jl. AUP No. 3 Pasar Minggu Jakarta 12520 Tel: +6221-7883-2048; Fax: +6221-780-5580

E-mail: hortikultura@pertanian.go.id

Homepage: http://hortikultura.pertanian.go.id/

Products regulated: horticulture products

Directorate General for Livestock and Animal Health Services (DGLAHS)

Building C, 6th -9th Floor, Jalan Harsono RM No. 3, Ragunan Pasar Minggu, Jakarta 12550 Tel: +6221-781-5580 to 83, 784 -7319; Fax: +6221-781-5583

E-mail: ditjennak@pertanian.go.id

Homepage: http://ditjenpkh.pertanian.go.id/ http://www.ditjennak.deptan.go.id/Products regulated: animal and animal-based food

Agency for Agricultural Quarantine (IAQA)

Building E, 1st, 3rd, 5th, 7th Floor, Jalan Harsono R.M No. 3, Ragunan, Jakarta 12550 Tel: +6221-781-6840 to 84 Fax: +6221-781-6481/4

E-mail: humaskarantina@pertanian.go.id Homepage: https://karantina.pertanian.go.id/ http://karantina.deptan.go.id/Products regulated: animal and fresh fruit & vegetable based food

Ministry of Trade (MOT)

Directorate General for Foreign Trade Main Building, 9th Floor, Jl. M.I Ridwan Rais No. 5, Jakarta 10110

T: +6221-2352-8560; 385-8171 ext. 35900

Fax: +6221-2352-8570

Homepage: https://www.kemendag.go.id/id

http://www.kemendag.go.id/

Ministry of Industry (MOI)

Directorate General for Agro Industry Jalan Gatot Subroto No. 52-53, 18th Floor Jakarta 12950

Tel: +6221-525-2713; 525-5509 ext 2625/4062/Fax: +6221-525-2450 Homepage: www.kemenperin.go.id/Product

regulated: refined sugar, wheat flour, cocoa powder, bottle water, biscuit, instant coffee

Ministry of Religious Affair

Halal Product Guarantee Agency (BPJPH) Jl. Raya Pondok Gede No. 13 Pinang Ranti Jakarta 13560

Tel: +6221-8087-7955

Homepage: http://www.halal.go.id

National Agency of Drugs & Food Control (BPOM)

Deputy III for Dangerous Materials and Food Safety Control

Jl. Percetakan Negara No. 23 Jakarta 10560

Tel: +6221-425-3857 Fax: +6221-425-3857

Homepage: https://www.pom.go.id/new/
Products regulated: package food for retail and further processed includes food additive and processing.

National Standardization Agency (BSN)

Gedung I BPPT Lt 9 Jalan M.H. Thamrin No. 8, Jakarta 10340

<u>Tel:+6221-392-7422</u> ext. 101/102 Fax:

+6221-392-7527

Homepage:

http://sispk.bsn.go.id/SNI/DaftarList
http://www.bsn.go.id/

Products regulated: products standardization

The Indonesian Council of Ulama (MUI)

Jl. Proklamasi No. 51 Menteng Jakarta Pusat Tel/Fax: +6221-3910-2666: 3910-5266

Homepage: www.halalmui.org

http://www.mui.or.od/Products regulated:

halal-certified food

KSO Sucofindo - Surveyor Indonesia (KSO SCISI)

On Import Verification Program/Pre-Shipment Inspection

Menara Bidakara 2, 5th Floor Jl. Jend. Gatot Subroto Kav 71-73 Pancoran Jakarta Selatan 12870

Tel: +6221-8379-3222/Fax: +6221-8370-

0445/8379-3226

Homepage: www.scisi.co.id

APPENDIX II: OTHER IMPORT SPECIALIST CONTACTS

Indonesian Association

The Indonesian Food & Beverage Association (GAPMMI)

ITS Office Tower, 8th Floor, Unit 16 Niffaro Park

Jl. Raya Pasar Minggu Km 18 Jakarta 12510

Tel/Fax: +6221-2951-7511 Mobile: +62 811 932 2626/27 E-mail: Gapmmi@cbn.net.id http://www.gapmmi.or.id/

Association of Indonesian Fresh Fruit and Vegetable Exporters- Importers (ASEIBSSINDO)

Gd. Graha Antero Lt 5

Jl. Tomang Raya No. 27 Kebayoran 11440 Tel: +6221-5695-8893/Fax: +6221-5695-8892

E-mail: info@aseibssindo.org;

penyfrans@gmail.com

Indonesian Consumer Organization (YLKI)

Jalan Pancoran Barat VII No. 1 Duren Tiga, Pasar Minggu Jakarta 12760

Tel: +6221-798-1858/Fax: +6221-798-1038

Email: konsumen@rad.net.id

Association of Flourmills (APTINDO)

Daniprisma Building, 3rd Floor, Jl. Sultan Hasanuddin No. 47-48 Jakarta 12160

Ph: +6221-7279-7843 Fax: +6221-720-6008

Email: aptindo@rad.net.id

Association of Meat Importers (ASPIDI)

Delta Building

Jl. Suryopranoto No.15, Jakarta Pusat 10160, Indonesia

Tel: +62 21 3454509

Email: info.aspidi@gmail.com

Indonesian Soybean Association (AKINDO)

Hidayatullah Suralag (Director)

Jl. K. H. Mas Mansyur No. 129-130 Jakarta

Pusat 10220, Indonesia

Ph: +6221-700-96222 /Fax: +6221-700-97222

Email: suralaga@akindo.or.id

Regional COOPERATORS who also cover Indonesia

USA Poultry & Egg Export Council (**USAPEEC**)

#15-04 Liat Towers 541 Orchard Road Singapore 238881

Ph: +65- 6733-4255/6 /Fax: +65- 6732-

1977

Email: usapeec_sing@pacific.net.id

U.S. Meat Export Federation (USMEF)

627A Aljuned Road, 04-04 Biztech Centre,

Singapore 389842

Ph: +65- 6733-4255/6 Fax: +65-6732-1977

Email: singapore@usmef.com.sg

American Soybean Association (ASA)

#11-03 Liat Towers, 541 Orchard Rd.

Singapore 238881

Ph: +65-6737-6233/Fax: +65-6737-5849

E-mail: asaspore@pacific.net.sg

U.S. Soybean Export Council (USSEC)

Mr. Ibnu Edy Wiyono - Indonesia in Country

Representative USSEC Phone: +628121005056

Email: IWiyono@ct.ussec.org

U.S. Wheat Associates (USWA)

#15-02 Liat Towers 541 Orchard Road

Singapore 238881

Ph: +65-6737-4311/ Fax: +65-6733-9359

Email: InfoSingapore@uswheat.org

Washington State Apple Commission, California Table Grape Commission, Pear Bureau Northwest, Food Export USA NE, U.S. Highbush Blueberry Council, Potatoes USA and Food Export Association of the Midwest USA

Indonesian Representative: C/O Peka Consult, Inc.

Jl. Prapanca Raya No. 18 A Kemang - Jakarta 12160

Ph: +6221-721-1358 Fax: +6221-72-1357

E-mail: peka@indo.net.id

AgriSource Co., Ltd

Regional_representative for: USA Dry Peas, Lentils & Chickpeas, Alaska Seafood Marketing Institute and US Dry Bean Council Ambassador's Court, 4th Floor, No. 416, 76/1 Soi Lang Suan, Ploenchit Road, Bangkok, Thailand 10330

Ph: +66-2- 251-8655/6 Fax: (66-2) 251-0390

E-mail: agsource@loxinfo.co.th

Lieu Marketing Assoc. Pte. Ltd.

Regional representative for several U.S. commodities

48 Toh Guan Road East # 02-129 Enterprise Hub Singapore 608586

Ph: +65- 6515-6113 Fax: +65- 6278-4372

E-mail: lieumktg@singnet.com.sg

Agribusiness-Connect Asia

Regional representative for U.S. Dairy Export Council (USDEC)

1 North Bridge Road, #06-10 High Street

Centre, Singapore 179094

Ph/Fax: +65- 6334-7030/6822-7030;

E-ml: dali@dairyconnect.biz

Attachments:

No Attachments