



INFORMATION

Update on the Export Duties for Metal Mineral Processing Products Based on Ministry of Finance Regulation No. 71 Year 2023

The Ministry of Finance released Regulation No. 71 Year 2023 regarding export duties for exporters of mining products and this regulation aims to accelerate the development of smelters in Indonesia, it's already effective since 17 July 2023.

The exemption of the export duty rates entitles for the smelter construction that reaches a maximum of 49%. Smelter construction that reaches a minimum of 50% to 100% is subject to export tariffs. The tariff is divided into 3 (three) stages, namely:

1. Stage I: the level of physical development progress of more than **50% to less than 70%** of the total development.
2. Stage II: the level of physical development progress of more than **70% to less than 90%** of the total development.
3. Stage III: the level of physical development progress of more than **90% to 100%**.

Furthermore, the export duty rates of the mining products based on the stages of the smelter construction progress starting from 17 July - 31 December 2023 are as below:

No	Description	Export Duty Rates Based on the Stages (Valid From 17 July 2023 to 31 December 2023)		
		Stage I	Stage II	Stage III
1	Copper concentrate with a content of less than 15% Cu	10%	7,5%	5%
2	Laterite iron concentrate (Gutite,Hematite, Magnetite) with a content of less than 50% Fe and a content of (Al ₂ O ₃ +SiO ₂) of more than 10%	7,5%	5%	2,5%
3	Lead concentrate with a content of more than 56% Pb	7,5%	5%	2,5%
4	Zinc concentrate with a content of more than 51% Zn	7,5%	5%	2,5%

Later on, the export duty rates of the mining products will be increased based on the stages of the smelter construction progress starting 1 January 2024 to 31 May 2024 as below:

No	Description	Export Duty Rates Based on the Stages (Valid from 1 January 2024 to 31 May 2024)		
		Stage I	Stage II	Stage III
1	Copper concentrate with a content of less than 15% Cu	15%	10%	7,5%
2	Laterite iron concentrate (Gutite,Hematite, Magnetite) with a content of less than 50% Fe and a content of (Al ₂ O ₃ +SiO ₂) of more than 10%	10%	7,5%	5%
3	Lead concentrate with a content of more than 56% Pb	10%	7,5%	5%
4	Zinc concentrate with a content of more than 51% Zn	10%	7,5%	5%

However, the amount of the export duty rates of the mining products will be adjusted based on the progress of the smelter development of the construction.

Reference:

- The Minister of Finance Regulation (PMK) Number 71 of 2023 regarding the Third Amendment to Regulation of the Minister of Finance No. 39/PMK.010/2022 concerning Stipulation of Export Goods Subject to Export Duty and Export Duty Tariff

If you require a copy of the reference document above, please do not hesitate to contact research@ibai.or.id. Thank you for your attention and hope this information would be valuable for you.