



Indonesian Feed Grain Tariff Rate Quota – Reservation System

What is the Feed Grain tariff rate quota for Indonesia?

- The feed grain tariff rate quota (TRQ) allows Australian exports of certain grain products to enter Indonesia at a 0% tariff rate when accompanied by a tariff rate quota certificate:

	HS Code	Description of Product
1	1001.99.99	Wheat and meslin – Not fit for human consumption - Other than meslin
2	1003.90.00	Barley – Other than seed
3	1007.90.00	Grain sorghum – Other than seed

- The TRQ allows for 500,000 tonnes of eligible products in the first year of the agreement, growing by 5% each year. The full table can be viewed on the [DFAT website](#).
- As the agreement is commencing part-way through the first quota year, the 2020 quota year volume is a revised pro rata volume of 244,535 tonnes.

How is the tariff rate quota administered?

- The feed grain TRQ uses a contract-based reservation system where exporters can apply to receive a reservation of quota (an entitlement) when they have a contract in place with an Indonesian consignee for a TRQ-eligible product.
- Reservations are granted on a first come, first served basis where complete applications (including all supporting information) are provided.
- A reservation can then be accessed when exporting a consignment for the contract.

How do I apply for a reservation? What information do I have to provide?

- An exporter must apply to the Department of Agriculture, Water and the Environment (the department) to request a reservation. Applications will be accepted from 22 June 2020.
- The application must include a completed application form (which will be available on the [feed grain quota webpage](#)). The form includes:
 - exporter details
 - importer details (including Importer number and Tax ID number)
 - the amount of quota being requested.
- The application must include a sales contract between the exporter and consignee. The contract must:
 - be signed by both parties
 - specify the product and intended number of consignments
 - specify the weight
 - specify a date range, no longer than two months, in which applications for TRQ certificates for the consignments will be made.
- The application form must be emailed to the Quota Unit email address specified in the form.

How much can I apply for?

- An exporter can request a reservation for up to 110% of the amount stated in the contract. The additional 10% is to cater for shipping tolerance weights when required.



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- However, before 1 May in the quota year, an individual exporter is limited to having a reservation of no more than 150,000 tonnes across all their contracts. More than 150,000 tonnes can be reserved by an exporter from 1 May onwards.

How are reservations determined?

- Reservations are made on a first come, first served basis. Applications are assessed in the order they are received. An application is only taken to have been received when they include all required information and have been sent to the specified email address.
- Eligible requests will be granted reservations dependent on the amount of quota available.
 - The amount of quota across all reservations cannot exceed the annual access amount.
 - Prior to 1 May in the quota year, the amount of quota reserved by a single exporter cannot exceed 150,000 tonnes.
- The department will notify the exporter of the outcome of the assessment.
- If the amount of quota available is less than the amount being requested, the department will contact the exporter to determine if they wish to receive the reservation or only part of the request amount.

How do I apply for a tariff rate quota certificate?

- When a Request for Permit (RFP) for a shipment of feed grain to Indonesia has gone to COMP status it will come into the department's Quota Management System (QMS).
- An exporter requiring a quota certificate for the shipment of feed grain should complete an IA-CEPA feed grains TRQ certificate application form (available on the department's [feed grain quota web page](#)). The application will need to include the following information:
 - exporter details
 - importer details (including Importer ID and Tax ID numbers)
 - contract reference number – so the department can match it to your reservation
 - RFP number
 - product information
- When the completed certificate application form is received it will be matched against the RFP in QMS and an IA-CEPA quota certificate will be generated for eligible product. A .pdf copy of the certificate will be sent to the email address the exporter has supplied on their application form. At the same time a copy of the certificate will also be emailed to the Indonesian authorities for their information.

Can I vary a reservation?

- An exporter can apply to vary their reservation amount for a contract.
- A variation cannot be made to the exporter, consignee or certificate application period.
- A variation application must be completed and the varied contract must be provided.
- It is not necessary to request a variation if the product or number of consignments is changing (the product must still be eligible under the TRQ – a TRQ certificate will not be issued for an ineligible product.)
- Variation applications are treated as reservation applications for the purpose of assessing in the order received.



Can I return quota that I won't use?

- Exporters are expected to be proactive in returning unused quota amounts that they will not use. This ensures the quota is available for other potential applicants.
- If an exporter has completed a contract and has unused quota left over, or has determined they cannot complete a contract, they should return the quota as soon as possible by completing a cancellation notice and providing it to the Quota Unit (available on the department's quota web page).
- If an exporter has not cancelled an unused amount of quota by the end of their certificate application period, the amount will be cancelled and the exporter will be excluded from applying for further reservations for a period of 28 days.

Exclusion periods

- To deter potentially speculative applications for reservations, certain exclusions apply for underuse of quota reservations.
- If a reservation is cancelled and at least 75% of the reservation was not used, a 28 day exclusion will apply from the day of the cancellation.
- If a reservation is not used at all and is not returned before the end of the certificate application period, the exporter will be excluded from applying for a reservation until 1 May of the next quota year.

Additional FAQs

How can I check how much quota is available to be reserved, and how much has been used?

- The status of the amount of quota available and the amount of quota used will be published on the feed grain quota web page. This will be updated regularly.

Can I cancel a certificate?

- Yes. A quota certificate can be cancelled by emailing the Quota Unit and requesting that the certificate be cancelled. The certificate number (e.g. ID20FGXXXX) should be referenced.
- The RFP that matched the certificate does not need to have been cancelled. The quota amount of that certificate will then be credited back to the exporter's reservation amount and become available for use on future shipments under the contract within the remaining reservation period.

What do I do if my certificate is incorrect?

- The Quota Unit will have generated a certificate based on the details in an exporter's RFP, certificate application, and taking into account the products that are IA-CEPA quota eligible.
- If an exporter believes the certificate they have received is incorrect they should contact the Quota Unit immediately. If it is found to be incorrect the existing quota certificate can be cancelled and a replacement issued.

I want to send consignments across more than the 2 months – what should I do?

- For each reservation under a contract, an exporter must nominate a consignment application period of no more than 2 months.



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- If an exporter wishes to supply an importer over an extended period, they will need to submit complete applications for more than one reservation.

I've completed my contract and have unused quota remaining – what should I do?

- If an exporter determines they do not need their remaining reservation for a particular contract they should complete a cancellation notice and provide it to the department as soon as possible.
- Please refer to the *Exclusion periods* section, above, which sets out the penalties that apply if quota is not returned by the end of the certificate application period or if at least 75% of the reservation was not used.

Contact Information

The Quota Administration Unit can be contacted by:

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