



ARMA Update 13 June 2022
(English Version)

**MoT Reg 39/2022:
Crude Palm Oil's Banned is Lifted**

After temporarily banned the export of Crude Palm Oil through the Minister of Trade Regulation No. 22 of 2022 concerning the Temporary Export Ban of Crude Palm Oil, Refined, Bleached and Deodorized Palm Oil, Refined, Bleached and Deodorized Palm Olein, and Used Cooking Oil (“**CPO and its Derivatives**”), on 8 June 2022, the Government Indonesia has finally revoked the ban through the Minister of Trade Regulation No. 39 of 2022 concerning Amendment to the Minister of Trade Regulation No. 30 of 2022 concerning Export Policies of Crude Palm Oil, Refined, Bleached and Deodorized Palm Oil, Refined, Bleached and Deodorized Palm Olein, and Used Cooking Oil (“**MoT Reg 39/2022**”).

However, to ensure domestic market obligation is fulfilled, export activities of CPO and its Derivatives, the Exporter require to obtain an Export Approval and the relevant Exporter must require to have:

- a. proof of the implementation of the distribution of domestic market obligation Crude Palm Oil (CPO) with selling prices in the country (domestic price obligation) to cooking oil producers bulk in accordance with the prevailing laws and regulations;
- b. proof of the implementation of distribution of domestic market obligation of bulk cooking oil with domestic sales prices (domestic price obligation) to retail logistics service business actors and buying Crude Palm Oil (CPO) without using domestic sales prices (domestic price) obligation) in accordance with the prevailing laws and regulations; or
- c. proof of the implementation of the distribution of domestic market obligation of other producers, preceded by cooperation between exporters and producers implementing the distribution of domestic needs (domestic market obligation) submitted through Indonesia National Single Window System (*Sistem Indonesia National Single Window* or “**SINSW**”) in the form of electronic data elements of business registration numbers and company names.

To obtain Export Approval, Exporters may submit an application electronically to the Minister through SINSW by first having access rights.

Access rights can be obtained by registering through SINSW and uploading scanned original documents as follows:

- a. taxpayer identification number or population identification number, for Exporters who are individuals;
- b. taxpayer identification number, for exporters who are state-owned enterprises and foundations; or
- c. business registration number and taxpayer identification number, for exporters who are cooperatives and business entities.

If there is a change in the data on the Export Approval, the Exporter is obligated to apply for a change in the Export Approval no later than 30 (thirty) days from the date of the data change. The data contains:



- a. Exporter's identity;
- b. postal tariff/harmonized system;
- c. type/description of goods;
- d. quantity and unit of goods;
- e. loading port; and/or
- f. country of destination.

After obtaining the Export Approval, the Exporter is required to submit a report on the realization of exports which is submitted every month no later than the 15th (fifteenth) of the following month through SINSW.

This new policy which replaces the temporary export ban is expected to be an optimal step in encouraging national economic growth in the industrial sector.

For more information, please contact Aryo Baskoro (aryo.baskoro@arma-law.com).

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