

Voluntary Report – Voluntary - Public Distribution

Date: May 28,2020

Report Number: VM2020-0051

Report Name: Vietnam Reduces MFN Tariff Rates on Select Agricultural Products

Country: Vietnam

Post: Hanoi

Report Category: Dairy and Products, Fresh Deciduous Fruit, Fresh Fruit, Raisins, Livestock and Products, Potatoes and Potato Products, Tree Nuts, Dried Fruit, Trade Policy Monitoring

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Report Highlights:

The Government of Vietnam (GVN) issued Decree 57/2020/ND-CP on May 25, 2020 revising Most Favored Nation (MFN) tariff rates on a number of agricultural products. The Decree will enter into force on July 10, 2020. MFN tariff rates are reduced for dairy products, ethanol, almonds, apples, grapes, wheat, walnuts, frozen potatoes, raisins, and chilled pork. A temporary reduction for frozen pork until December 31, 2020 has also been issued.

Summary

On May 25, 2020, the GVN issued Decree 57/2020/ND-CP, which will take effect on July 10, 2020, 45 days after signing. Decree 57 revises and supplements Decree 125/2017/ND-CP dated November 16, 2017, which revised and supplemented Decree 122/2016/ND-CP dated September 1, 2016, on schedules of export tariffs, preferential import tariffs, list of goods, flat tariffs, compound tariffs, and out-of-quota import tariffs.

The tariff reductions apply to selected products, including, milk and dairy products, fresh apples, grapes, dried grapes (raisins), frozen potatoes, almonds (in shell), walnuts (in shell), wheat (except Durum), chilled pork, and ethanol. Additionally, the MFN tariff rate for frozen pork (HS 0203.21.00; 0203.22.00; 0203.29.00) has been temporarily reduced from 15 percent to 10 percent, from July 10 until December 31, 2020.

According to the MFN principle of the World Trade Organization (WTO), these MFN tariff rates will apply to all Vietnam trading partners with whom Vietnam has no preferential arrangements in place (such as Free Trade Agreements or other bilateral or multilateral agreements with Vietnam). MFN tariff rates apply for the United States.

Vietnam MFN Tariff Reduction Agricultural Summary Table

HS Code	Agricultural Product	MFN tariff under Decree 125/2017 (percent)	New MFN tariff under Decree 57/2020 (percent)
	Milk and dairy products		
0402.10.41; 0402.10.49; 0402.10.91; 0402.10.99; 0402.21.20; 0402.21.90; 0402.29.20; 0902.29.90; 0402.91.00; 0402.99.00	Skimmed Milk Powder and Whole Milk Powder	5	2
0406.10.10; 0406.10.20; 0406.20.10; 0406.20.90; 0406.30.00; 0406.40.00; 0406.90.00	Cheese & Curd	10	5
3502.20.00	Milk Albumin	10	5

3504.00.00	Peptones	5	3
1901.10.20; 1901.10.91; 1901.90.11; 1901.90.91	Preparations suitable for infants or young children put up for retail sale	10	7
2106.90.81; 2106.90.89	Food preparations for use by infants or young children	15	10
2106.90.96	Other medical foods	10	7
08021100	Almonds, in shell	15	10
08081000 08061000	Apples and Grapes fresh	10	8
100199	Wheat, except Durum	5	3
08023100	Walnuts, in shell	10	8
200410.00	Potatoes, Including French Fries, Prepared Or Preserved Otherwise Than By Vinegar Or Acetic Acid, Frozen	13	12
08062000	Grapes, dried (raisins)	13	12
22072011	Ethanol	17	15
22072019		20	15
020319.00	Meat of swine, fresh or chilled; other	25	22
0203.21.00; 0203.22.00; 0203.29.00	Meat of swine, frozen	15	10 (the tariff rate of 15 percent will be reapplied on January 1, 2021)

Note that the table was modified by FAS-Vietnam to include the currently applied MFN tariff rate under Decree 125/2017 and the new applied tariff rate under Decree 57/2020 for ease of reference

Decree 57 (in Vietnamese) can be accessed here:

http://vanban.chinhphu.vn/portal/page/portal/chinhphu/hethongvanban?class_id=1& page=1&mode=detail&document_id=200088

Should U.S. exporters have any questions regarding this Decree, please contact aghamoi@fas.usda.gov

Attachments:

No Attachments.