
**Working Party on the
Accession of China**

Original: English/
anglais/
inglés

COMMUNICATION FROM CHINA

In preparation for the Working Party meeting to be held on 19-23 June 2000, the Chinese delegation has submitted the following revised annexes¹ to the Draft Protocol on China's Accession to the WTO.

**Groupe de travail de
l'accession de la Chine**

COMMUNICATION DE LA CHINE

En vue de la réunion du Groupe de travail qui aura lieu du 19 au 23 juin 2000, la délégation chinoise a communiqué les annexes révisées ci-après¹ du projet de protocole d'accession de la Chine à l'OMC.

**Grupo de Trabajo sobre la
Adhesión de China**

COMUNICACIÓN DE CHINA

Para preparar la reunión del Grupo de Trabajo que se celebrará del 19 al 23 de junio de 2000, la delegación china ha presentado los siguientes anexos¹ revisados del proyecto de Protocolo sobre la adhesión de China a la OMC.

¹ In English only./En anglais seulement./En inglés solamente.

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² Revised Annex 7a is being circulated as WT/ACC/CHN/18/Add.1

ANNEX 1

STATISTICAL DATA AND INFORMATION DESCRIBING CHINA'S ECONOMY AND TRADING SYSTEM

31 May 2000

I. TRADE DATA

- a. Import and export statistics, by value and volume, by supplier country and importing region, according to HS tariff lines.
- b. Balance of Payments data, including invisible (e.g., services), capital account, gold and foreign exchange reserves, and foreign debt.
- c. Value of tariff revenues, non-tariff taxes, other border charges, and the commissions or other fees charged by foreign trade corporations, including state trading enterprises, levied exclusively on imports, by relevant tariff line.
- d. The shares of imports and of exports taken up by the trading activities of foreign trade corporations, of joint ventures and foreign-invested enterprises, of state production enterprises, and of other companies, firm, enterprises, and trading entities.

II. ECONOMIC DATA

- a. Basic data on the domestic economy, including gross domestic product, per capita GDP (also by province and major municipality), fixed investment, industrial and agricultural output, and money supply.
- b. Prices of major factor inputs (e.g., wages, energy, rent, capital costs, and raw materials), for traded goods.
- c. Price controls still in effect; the products, by HS-tariff line, to which they are applied; and the criteria applied to the selection of products and determinations of the price established.
- d. Information on the profits and losses accruing to the fifty foreign trade corporations with the largest volume of trade from their international trade operations.
- e. Annual economic development plans (and, to the maximum extent possible, similar information in the five-year plans).
- f. Exchange rate information and operation of foreign exchange market in China.

III. MARKET ACCESS INFORMATION

- a. Most recent updated tariff levels applied to China's imports and exports.
- b. Any criteria applied to restrict access to foreign exchange and trading rights, the list of entities remaining under restriction, the justification for the restrictions, and the timetable for their removal.
- c. Updated lists of import and export products remaining under licensing restrictions, quotas, prohibitions, or other quantitative restriction, whether or not listed in Annex __ of this Protocol, the value and/or volumes covered, and the criteria applied for distribution of the licenses or quotas.
- d. Annual guidance import and export plans of the state and provinces (and, to the maximum extent possible, similar information in the five-year plans).
- e. Other information required by this Protocol.

IV. ECONOMIC REFORMS

Information on new price, trade, management, or other related economic reforms and developments.

ANNEX 2a1

PRODUCTS SUBJECT TO STATE TRADING (IMPORT)

31 May 2000

NO	PRODUCTS	HS96	NEW NO	HS2000	DESCRIPTION OF PRODUCTS	STATE TRADING ENTERPRISES
1	GRAIN	10011000	1	10011000	Durum wheat	China National Cereals, Oil & Foodstuff Import and Export Co.
2		10019000	2	10019010	Seeds of Spelt, common wheat & meslin	
			3	10019090	Spelt, common wheat & meslin (excl. seed)	
3		10059000	4	10059000	Maize (excl. seed)	
4		10061000	5	10061010	Rice seeds	
			6	10061090	Rice in the husk (paddy or rough) (excl. seed)	
5		10062000	7	10062000	Husked (brown) rice	
6		10063000	8	10063000	Semi-milled or wholly milled rice	
7		10064000	9	10064000	Broken rice	
8	VEGETABLE OIL	15071000	10	15071000	Crude soya-bean oil	1. China National Cereals, Oil & Foodstuff Import and Export Co. 2. China National Native Products and Animal By-products Import & Export Co. 3. China Resources Co. 4. China Nam Kwong National Import & Export Co. 5. China Liangfeng Cereals Import & Export Co. 6. China Cereals, Oil & Foodstuff Co.(group)
9		15079000	11	15079000	Soya-bean oil (excl. crude) & fractions	
10		15081000	12	15081000	Crude ground-nut oil	
11		15089000	13	15089000	Ground-nut oil (excl. crude) & fractions	
12		15111000	14	15111000	Crude palm oil	
13		15119000	15	15119000	Palm oil (excl. crude) & liquid fractions	
14		15121100	16	15121100	Crude sunflower-seed & safflower oil & fractions thereof	
15		15122100	17	15122100	Crude cotton-seed oil, whether or not gossypol has been moved	
16		15122900	18	15122900	Cotton-seed oil (excl. crude) & fractions thereof	
17		15141000	19	15141010	Crude rape, colza oil & fractions thereof	
			20	15141090	Mustard oil & fractions thereof	
18		15149000	21	15149000	Rape, colza or mustard oil (excl. crude) & fractions thereof	
19		15152100	22	15152100	Crude maize (corn) oil	
20		15155000	23	15155000	Sesame oil & fractions	
21	SUGAR	17011100	24	17011100	Raw cane sugar, in solid form	1. China National Cereals, Oil & Foodstuff Import and Export Co. 2. China Export Commodities Base Construction Co. 3. China Overseas Trade Co. 4. China Sugar & Wine Co. (Group) 5. China Commerce Foreign Trade Co.
22		17011200	25	17011200	Raw beet sugar, in solid form	
23		17019910	26	17019910	Granulated sugar	
24		17019920	27	17019920	Superfine sugar	

NO	PRODUCTS	HS96	NEW NO	HS2000	DESCRIPTION OF PRODUCTS	STATE TRADING ENTERPRISES
25	TOBACCO	24011010	28	24011010	Flue-cured tobacco, not stemmed/stripped	China National Tobacco Import & Export Co.
26		24011090	29	24011090	Tobacco other than flue-cured, not stemmed/stripped	
27		24012010	30	24012010	Flue-cured tobacco, partly or wholly stemmed/stripped	
28		24012090	31	24012090	Tobacco o/t flue-cured, partly or wholly stemmed/stripped	
29		24013000	32	24013000	Tobacco refuse	
30		24021000	33	24021000	Cigars, cheroots & cigarillos containing tobacco	
31		24022000	34	24022000	Cigarettes containing tobacco	
32		24029000	35	24029000	Cigars, cigarillos, cigarettes, etc, not containing tobacco	
33		24031000	36	24031000	Smoking tobacco with or without tobacco substitutes	
34		24039100	37	24039100	Homogenized or reconstituted tobacco	
35		24039900	38	24039900	Other manufactured tobacco, nes	
36	CRUDE OIL	27090000	39	27090000	Petroleum oils & oils obtained from bituminous minerals, crude	1. China National Chemical Import & Export Co. 2. China International United Petroleum & Chemicals Co. 3. China National United Oil Co.
37	PROCESSED OIL	27100011	40	27100011	Gasoline, incl. aviation spirit	
38		27100012	42	27100019	Other light oils, nes	
39		27100013	41	27100013	Naphtha	
40		27100021	43	27100023	Kerosenes	
			44	27100024	Normal paraffin	
41		27100031	45	27100031	Light diesel oil	
42		27100032	46	27100033	Fuel oil No.5-No.7	
			47	27100039	Other fuel oils	
43		27100040	47	27100039	Other fuel oils	
44	CHEMICAL FERTILIZER	31021000	48	31021000	Urea	China National Chemical Import & Export Co.
45		31022100	49	31022100	Ammonium sulphate	
46		31022900	50	31022900	Double salts & mixtures of ammonium sulphate & ammonium nitrate	
47		31023000	51	31023000	Ammonium nitrate	
48		31024000	52	31024000	Mixtures of ammonium nitrate with inorg non-fertilizing substances	
49		31025000	53	31025000	Sodium nitrate	
50		31026000	54	31026000	Double salts & mixtures of calcium nitrate & ammonium nitrate	
51		31027000	55	31027000	Calcium cyanamide	
52		31028000	56	31028000	Mixtures of urea & ammonium nitrate in aqueous or ammonical solution	
53		31029000	57	31029000	Mineral or chemical fertilizers, nitrogenous , nes	
54		31031000	58	31031000	Superphosphates	
55		31032000	59	31032000	Basic slag	

NO	PRODUCTS	HS96	NEW NO	HS2000	DESCRIPTION OF PRODUCTS	STATE TRADING ENTERPRISES
56	CHEMICAL FERTILIZER	31039000	60	31039000	Mineral or chemical fertilizers, phosphatic, nes	China National Chemical Import & Export Co.
57		31041000	61	31041000	Carnallite, sylvite & other Crude natural potassium salts	
58		31042000	62	31042000	Potassium chloride	
59		31043000	63	31043000	Potassium sulphate	
60		31049000	64	31049000	Mineral or chemical fertilizers, potassic, nes	
61		31051000	65	31051000	Fertilizers... in packages of a gross weight=10kg	
62		31052000	66	31052000	Mineral/chemical fertilizers with nitrogen, phosphorus & potassium	
63		31053000	67	31053000	Diammonium hydrogenorthophosphate (diammonium phosphate)	
64		31054000	68	31054000	Ammonium dihydrogenorthophosphate (monoammonium phosphate)	
65		31055100	69	31055100	Mineral or chemical fertilizers containing nitrates & phosphates	
66		31055900	70	31055900	Mineral or chemical fertilizers with nitrogen & phosphorus, nes	
67		31056000	71	31056000	Mineral or chemical fertilizers with phosphorus & potassium, nes	
68		31059000	72	31059000	Other fertilizers, nes	
69	COTTON	52010000	73	52010000	Cotton, not carded or combed	1. China National Textiles Import & Export Co. 2. Beijing Jiuda Textiles Group Co.
70		52030000	74	52030000	Cotton, carded or combed	3. Tianjing Textiles Industry Supply and Marketing Co. 4. Shanghai Textiles Raw Materials Co.

ANNEX 2a2

PRODUCTS SUBJECT TO STATE TRADING (EXPORT)

May 31, 2000

NO	PRODUCTS	HS96	HS2000	DESCRIPTION OF PRODUCTS	STATE TRADING ENTERPRISES
1	TEA	09021010	9021010	Flavoured green tea in packings=3kg	China National Native Products and Animal By-Products Import & Export Co
		09021090	9021090	Unflavoured green tea in packings=3kg	
		09022010	9022010	Flavoured green tea in packings > 3kg	
		09022090	9022090	Unflavoured green tea in packings > 3kg	
2	CORN	10051000	10051000	Maize seeds	1. China National Cereals Oil and Foodstuffs Import & Export Co.
		10059000	10059000	Maize (excl. seed)	
		11042300	11042300	Other worked grains of maize (corn), nes	
3	SOY BEAN	12010000	12010010	seeds of soya bean	2. Liangfeng Grain Import & Export Co.
			12010091	Yellow soya beans(excl.seed)	
			12010092	Black soya beans(excl.seed)	
			12010093	Green soya beans(excl.seed)	
			12010099	Other soya beans (excl.seed),nes	
4	TUSGSTEN ORE	26110000	26110000	Tungsten ores & concentrates	1. China National Metals and Minerals Import & Export Co. 2. China National Non-ferrous Import & Export Co.
		26209000	26209010	Ash & residues containng mainly tungsten	
			26209090	Ash & residues containng other metals or metallic compound	
5	AMMONIUM PARATUNGS TATES	28418010	28418010	Ammonium paratungstate	
		28418090	28418030	Calcium tungstate	
			28418040	Ammonium tungstates	
			28418090	Other tungstates, nes	
6	TUNGSTATE PRODUCTS	28259011	28259011	Tungstic acid	
		28259012	28259012	Tungsten trioxides	
		28259019	28259019	Other tungsten oxides & hydroxides, nes	
		28418020	28418020	Sodium tungstate	
		28418090	28418030	Calcium tungstate	
			28418040	Ammonium tungstates	
			28418090	Other tungstates, nes	
		28499090	28049020	Carbides of tungsten	
			28499090	Other carbides, nes	
		81011000	81011000	Tungsten powders	
81019100	81019100	Tungsten unwrought,incl bars/rods simply sintered; waste/scrap			
7	COAL	27011100	27011100	Anthracite, not agglomerated	China National Coal Industry Import & Export Co.
		27011210	27011210	Bituminous coking coal, not agglomerated	
		27011290	27011290	Other bituminous coal, not agglomerated	
		27011900	27011900	Other coal, not agglomerated, nes	
		27021000	27021000	Lignite, not agglomerated	

8	CRUDE OIL	27090000	27090000	Petroleum oils & oils obtained from bituminous minerals, crude	1. China National Chemical Import & Export Co.; 2. China International United Petroleum & Chemicals Co. 3. China National United Oil Co.
9	PROCESSED OIL	27100011	27100011	Gasoline, incl. aviation spirit	
		27100012	27100019	Other light oils, nes	
		27100013	27100013	Naphtha	
		27100019	27100019	Other light oils, nes	
		27100021	27100023	Kerosenes	
			27100024	Normal paraffin	
		27100029	27100029	Other medium oils, nes	
		27100031	27100031	Light diesel oil	
		27100032	27100033	Fuel oil No.5-No.7	
			27100039	Other feul oils	
		27100052	27100053	Lubricating greases	
			27100054	Lubricating oils	
		27100059	27100059	Other heavy oils & prep.s thereof, nes	
		27111100	27111100	Natural gas, liquefied	

10	SILK	50010000	50010010	Mulberry feeding silk-worm cocoons	China National Silk Import & Export Co.
			50010090	Other silk-worm cocoons suitable for reeling	
		50020010	50020011	Plant reeled (filature silk)	
			50020012	Steam filature silk, home reeled	
			50020013	Steam filature silk, doupion	
			50020019	Other steam filature silk	
		50020020	50020020	Tussah silk	
		50020090	50020090	Other raw silk, nes	
		50031000	50031000	Silk waste, not carded or combed	
		50039000	50039000	Silk waste, carded or combed	
		50040000	50040000	Silk yarn (excl. spun from silk waste), not put up for retail sale	
		50050010	50050010	Yarn spun from noil, not put up for retail sale	
		50050090	50050090	Yarn spun from other silk waste, not put up for retail sale	
11	UN-BLEACHED SILK	50071010	50071010	Unbleached or bleached woven fabrics of noil silk	
		50072011	50072011	Unbleached or bleached woven fabrics of mulberry silk, =85% silk	
		50072021	50072021	Unbleached or bleached woven fabrics of tussah silk, =85% silk	
		50072031	50072031	Unbleached or bleached woven fabrics of spun silk, =85% silk	
12	COTTON	52010000	52010000	Cotton, not carded or combed	1. China National Textiles Import & Export Co.
		52030000	52030000	Cotton, carded or combed	

13	COTTON YARN, containing 85% or more by weight of cotton	52041100	52041100	Cotton sewing thread, with=85% cotton, not put up for retail sale	. Qingdao Textiles United Import & Export Co. . Beijing No.2 Cotton Mill . Beijing No.3 Cotton Mill . Tianjin No.1 Cotton Mill . Shanghai Shenda Co. Ltd . Shanghai Huashen Textiles and Dying Co. (Group) . Dalian Huanqiu Textiles Group Co. . Shijiazhuang Changshan Textiles Group 0. Luoyang Cotton Mill, Henan Province 1. Songyue Textiles Industry Group, Henan Province 2. Dezhou Cotton Mill,
		52051100	52051100	Uncombed single cotton yarn, with=85% cotton, nprs,=14mn	
		52051200	52051200	Uncombed single cotton yarn, with=85% cotton, nprs,>14mn but=43mn	
		52051300	52051300	Uncombed single cotton yarn, with=85% cotton, nprs,>43mn but=52mn	
		52051400	52051400	Uncombed single cotton yarn, with=85% cotton, nprs,>52mn but=80mn	
		52051500	52051500	Uncombed single cotton yarn, with=85% cotton, nprs,>80mn	
		52052100	52052100	Combed single cotton yarn, with=85% cotton, nprs,=14mn	
		52052200	52052200	Combed single cotton yarn, with=85% cotton, nprs,>14mn but=43mn	
		52052300	52052300	Combed single cotton yarn, with=85% cotton, nprs,>43mn but=52mn	
		52052400	52052400	Combed single cotton yarn, with=85% cotton, nprs,>52mn but=80mn	
		52052500	52052600	Combed single cotton yarn, with 85% cotton, nprs, 80mn but 94mn	
		52053100	52053100	Uncombed cabled cotton yarn, with=85% cotton, nprs,=14mn	
		52053200	52053200	Uncombed cabled cotton yarn, with=85% cotton, nprs,>14mn but=43mn	
		52053300	52053300	Uncombed cabled cotton yarn, with=85% cotton, nprs,>43mn but=52mn	
		52053400	52053400	Uncombed cabled cotton yarn, with=85% cotton, nprs,>52mn but=80mn	
		52053500	52053500	Uncombed cabled cotton yarn, with=85% cotton, nprs,>80mn	
		52054100	52054100	Combed cabled cotton yarn, with=85% cotton, nprs,=14mn	
		52054200	52054200	Combed cabled cotton yarn, with=85% cotton, nprs,>14mn but=43mn	
		52054300	52054300	Combed cabled cotton yarn, with=85% cotton, nprs,>43mn but=52mn	
		52054400	52054400	Combed cabled cotton yarn, with=85% cotton, nprs,>52mn but=80mn	
		52054500	52054600	Combed cabled cotton yarn, with 85% cotton, nprs, 80mn but 94mn	
		52071000	52071000	Cotton yarn (excl. sewing), put up for retail sale, with=85% cotton	

14	COTTON YARN, containing less than 85% by weight of cotton	52041900	52041900	Cotton sewing thread, with<85% cotton, not put up for retail sale	13. Wuxi No.1 Cotton Mill 14. Puxin Textiles Mill, Hubei Province 15. Northwest No.1 Cotton Mill 16. Chengdu Jiuxing Textiles Group Co. 17. Suzhou Sulun Textiles Joint Company (Group) 18. Northwest No.7 Cotton Mill 19. Xiangmian Group Co., Hubei Province 20. Handan Lihua Textiles Group Co. 21. Xinjiang Textiles Industry Co. (Group) 22. Anqing Textiles Mill 23. Jinan No.2 Cotton Mill 24. Tianjin No.2 Cotton Mill
		52061100	52061100	Uncombed single cotton yarn, with<85% cotton, nprs,=14mn	
		52061200	52061200	Uncombed single cotton yarn, with<85% cotton, nprs,>14mn but=43mn	
		52061300	52061300	Uncombed single cotton yarn, with<85% cotton, nprs,>43mn but=52mn	
		52061400	52061400	Uncombed single cotton yarn, with<85% cotton, nprs,>52mn but=80mn	
		52061500	52061500	Uncombed single cotton yarn, with<85% cotton, nprs,>80mn	
		52062100	52062100	Combed single cotton yarn, with<85% cotton, nprs,=14mn	
		52062200	52062200	Combed single cotton yarn, with<85% cotton, nprs,>14mn but=43mn	
		52062300	52062300	Combed single cotton yarn, with<85% cotton, nprs,>43mn but=52mn	
		52062400	52062400	Combed single cotton yarn, with<85% cotton, nprs,>52mn but=80mn	
		52062500	52062500	Combed single cotton yarn, with<85% cotton, nprs,>80mn	
		52063100	52063100	Uncombed cabled cotton yarn, with<85% cotton, nprs,=14mn	
		52063200	52063200	Uncombed ca bled cotton yarn, with<85% cotton, nprs,>14mn but=43mn	
		52063300	52063300	Uncombed cabled cotton yarn, with<85% cotton, nprs,>43mn but=52mn	
		52063400	52063400	Uncombed cabled cotton yarn, with<85% cotton, nprs,>52mn but=80mn	
		52063500	52063500	Uncombed cabled cotton yarn, with<85% cotton, nprs,>80mn	
		52064100	52064100	Combed cabled cotton yarn, with<85% cotton, nprs,=14mn	
		52064200	52064200	Combed cabled cotton yarn, with<85% cotton, nprs,>14mn but=43mn	
		52064300	52064300	Combed cabled cotton yarn, with<85% cotton, nprs,>43mn but=52mn	
		52064400	52064400	Combed cabled cotton yarn, with<85% cotton, nprs,>52mn but=80mn	
		52064500	52064500	Combed cabled cotton yarn, with<85% cotton, nprs,>80mn	
		52079000	52079000	Cotton yarn (excl. sewing), put up for retail sale, with<85% cotton	

15	WOVEN FABRICS OF COTTON, containing 85% or more by weight of cotton	52081100	52081100	Unbleached plain cotton weave, with=85% cotton,=100g/m2	25. Jinhua Textiles Mill, Shanxi Province 26. Jinwei Group Co., Zhejiang Province 27. Northwest No.5 Cotton Mill 28. Baoding No.1 Cotton Mill 29. Liaoyang Textiles Mill 30. Changchun Textiles Mill 31. Huaxin Cotton Mill, Henan Province 32. Baotou Textiles Mill 33. Ningbo Hefeng Textiles Group Co. 34. Northwest No.4 Cotton Mill 35. Xinjiang Shihezi Bayi Cotton Mill
		52081200	52081200	Unbleached plain cotton weave,=85% cotton,>100g/m2 but=200g/m2	
		52081300	52081300	Unbleached 3 or 4-thread twill, with=85% cotton,=200g/m2	
		52081900	52081900	Unbleached woven cotton fabrics, nes, with=85% cotton	
		52091100	52091100	Unbleached plain cotton weave, with=85% cotton,>200g/m2	
		52091200	52091200	Unbleached 3 or 4-thread twill, with=85% cotton	
		52091900	52091900	Unbleached cotton fabrics, with=85% cotton,>200g/m2, nes	
16	WOVEN FABRICS OF COTTON, containing less than 85% by weight of cotton	52101100	52101100	Unbleached plain cotton weave, with<85% cotton,=200g/m2	
		52101200	52101200	Unbleached 3 or 4-thread twill, with<85% cotton,=200g/m2	
		52101900	52101900	Unbleached woven cotton fabrics, nes, with<85% cotton,=200g/m2	
		52111100	52111100	Unbleached plain cotton weave, with<85% cotton,>200g/m2	
		52111200	52111200	Unbleached 3 or 4-thread twill, with<85% cotton,>200g/m2	
		52111900	52111900	Unbleached woven cotton fabrics, nes, with<85% cotton,>200g/m2	
17	ANTIMONY OXIDE	28258000	28258000	Antimony oxides	1. China National Metals and Minerals Import & Export Co. 2. China National Non- ferrous Import & Export Co.
18	ANTIMONY PRODUCTS	81100010	81100020	Antimony unwrought	
			81100030	Antimony waste & scrap; powders	
		81100090	81100090	Antimony wrought & articles thereof	

ANNEX 2b

PRODUCTS SUBJECT TO DESIGNATED TRADING

31 May 2000

NO	PRODUCTS	HS2000	DESCRIPTION OF PRODUCTS	LIBERALIZATION PROGRAM
1	NATURAL RUBBER	40011000	Natural rubber latex, in primary forms or in plates, sheets or strip	Liberalized within 3 years after the entry force of this Protocol.
2		40012100	Smoked sheets of natural rubber	
3		40012200	Technically specified natural rubber, in primary forms/plates, etc	
4		40012900	Other natural rubber, in primary forms or in plates, etc, nes	
5	TIMBER	44020000	Wood charcoal	Liberalized within 3 years after the entry force of this Protocol.
6		44031000	Wood in the rough..., treated with paint, stains, creosote, etc	
7		44032000	Untreated coniferous wood in the rough...	
8		44034910	Teak wood in the rough	
9		44034990	Other specified tropical wood in the rough	
10		44039100	Oak (Quercus spp.) wood in the rough, (excl. treated)	
11		44039200	Beech (Fagus spp.) wood in the rough, (excl. treated)	
12		44039910	Nan Mu (Phoebe) wood in the rough, (excl. treated)	
13		44039920	Camphor wood in the rough, (excl. treated)	
14		44039930	Padauk in the rough, (excl. treated)	
15		44039940	Paulownia wood in the rough, (excl. treated)	
16		44039990	Other wood, nes, in the rough, (excl. treated)	
17		44041000	Coniferous hoopwood; split poles, etc; wooden sticks, etc; chipwood	
18		44042000	Non-coniferous hoopwood; split poles, wooden sticks, etc; chipwood	
19		44050000	Wood wool; wood flour	
20		44061000	Railway or tramway sleepers (cross-ties) of wood, not impregnated	
21		44069000	Railway or tramway sleepers (cross-ties) of wood, impregnated	
22		44071000	Conifers wood sawn or chipped lengthwise, sliced or peeled, thick>6mm	
23		44072400	Baboen, Mahogany, Imbuia & Balsa wood, sawn lengthwise..., thick>6mm	
24		44072500	Dark/light Red Meranti & Meranti Bakau, sawn lengthwise..., thick>6mm	
25		44072600	White Lauan/Meranti/Seraya, Yelw Meranti&Alan, sawn lengthwise..., thick>6mm	
26		44072910	Teak wood, sawn lengthwise..., thick>6mm	
27		44072990	Other specified tropical woods, sawn lengthwise..., thick>6mm	
28		44079100	Oak wood, sawn/chipped lengthwise, sliced/peeled, thick>6mm	
29		44079200	Beech wood, sawn/chipped lengthwise, sliced/peeled, thick>6mm	
30		44079910	Nan Mu, Camphor or Padauk wood, sawn lengthwise..., thick>6mm	
31		44079920	Paulownia wood sawn lengthwise..., thick >6mm	
32		44079990	Other wood, nes, sawn lengthwise..., thick>6mm	
33	PLYWOOD	44121300	Plywood with≥1 outer ply of tropical wood, each ply≤6mm thick	Liberalized within 3 years after the entry force of this Protocol.
34		44121400	Plywood with≥1 outer ply of non-coniferous wood, nes, each ply≤6mm	
35		44121900	Plywood, each ply≤6mm thick, nes	

NO	PRODUCTS	HSNO2000	DESCRIPTION OF PRODUCTS	LIBERALIZATION PROGRAM
36	WOOL	51011100	Greasy shorn wool, not carded or combed	Liberalized within 3 years after the entry force of this Protocol.
37		51011900	Greasy wool (excl. shorn), not carded or combed	
38		51012100	Degreased shorn wool, not carbonised, not carded or combed	
39		51012900	Degreased wool (excl. shorn), not carbonised, not carded or combed	
40		51013000	Carbonised wool, not carded or combed	
41		51031010	Noils of wool, not garnetted stock	
42		51051000	Carded wool	
43		51052100	Combed wool in fragments	
44		51052900	Wool tops & combed wool (excl. in fragments)	
45	ACRYLIC	54023910	Synthetic filament textured yarn of polypropylene, not for re	Liberalized within 3 years after the entry force of this Protocol.
46		54023990	Other synthetic filament textured yarn, nes, not for retail	
47		54024910	Single synthetic yarn of polypropylene, with=50turns/m, nprs	
48		54024920	Single synthetic yarn of polyurethane, with=50turns/m, nprs	
49		54024990	Single synthetic yarn, nes, with=50turns/m, nprs	
50		54025910	Single synthetic yarn of polypropylene, with>50turns/m, nprs	
51		54025990	Single synthetic yarn, nes, with>50turns/m, nprs	
52		54026910	Multiple or cabled yarn of polypropylene nprs	
53		54026920	Multiple or cabled yarn of polyurethane, nprs	
54		54026990	Multiple or cabled yarn, nes, nprs	
55		55013000	Synthetic filament tow, acrylic or modacrylic	
56		55033000	Acrylic or modacrylic synthetic staple fibres, not carded, etc	
57		55063000	Acrylic or modacrylic synthetic staple fibres, carded, etc	
58		55093100	Single yarn, with=85% acrylic or modacrylic staple fibres, nprs	
59		55093200	Multiple or cabled yarn, =85% acrylic/modacrylic staple fibres, nprs	
60		55096100	Yarn, <85% acrylic or modacrylic staple fibres, with wool..., nprs	
61		55096200	Yarn, <85% acrylic or modacrylic staple fibres, with cotton, nprs	
62		55096900	Yarn, <85% acrylic or modacrylic staple fibres, nes, nprs	

63	STEEL	72081000	Flat rld prod, i/nas, in coil, hr,w=600mm, patterns in relief	Liberalized within 5 years after the entry force of this Protocol.
64		72082500	Flat rld prod, i/nas, in coil, hr,w=600mm, pickled, thk=4.75mm	
65		72082600	Flat rld prod, i/nas, in coil, hr,w=600mm, pickld, 3mm=thk<4.75mm	
66		72082700	Flat rld prod, i/nas, in coil, hr,w=600mm, pickled, thick< 3mm	
67		72083600	Flat rld prod, i/nas, in coil, hr,w=600mm, thick>10mm	
68		72083700	Flat rld prod, i/nas, in coil, hr,w=600mm, 4.75mm=thk<10mm	
69		72083800	Flat rld prod, i/nas,in coil, hr,w=600mm, 3mm=thk<4.75mm	
70		72083900	Flat rld prod, i/nas, in coil, hr,w=600mm,thick<3mm	
71		72084000	Flat rld prod, i/nas, not in coil, hr,w=600mm, patterns in relief	
72		72085100	Flat rld prod, i/nas, not in coil, hr,w=600mm, thick>10mm	
73		72085200	Flat rld prod, i/nas, not in coil, hr,w=600mm, 4.75mm=thk<10mm	
74		72085300	Flat rld prod, i/nas,not in coil, hr,w=600mm, 3mm=thk<4.75mm	
75		72085400	Flat rld prod, i/nas, not in coil, hr,w=600mm,thick<3mm	
76		72089000	Flat rld prod, i/nas, not further worked than hot rld, nes	
77		72091500	Flat rld prod, i/nas, in coil, cr,w=600mm,thk=3mm	

78	STEEL	72091600	Flat rld prod, i/nas,in coil, cr,w=600mm, 1mm<thk<3mm	Liberalized within 5 years after the entry force of this Protocol.
79		72091700	Flat rld prod,i/nas,in coil,cr,w=600mm,0.5mm=thk=1mm	
80		72091800	Flat rld prod, i/nas, in coil, cr,w=600mm,thk<0.5mm	
81		72092500	Flat rld prod, i/nas, not in coil, cr,w=600mm,thk=3mm	
82		72092600	Flat rld prod, i/nas, not in coil,cr,w=600mm,1mm<thk<3mm	
83		72092700	Flat rld prod,i/nas,nt in coil,cr,w=600mm,0.5mm=thk=1mm	
84		72092800	Flat rld prod, i/nas, nt in coil, cr,w=600mm,thk<0.5mm	
85		72099000	Flat rld prod, i/nas, not in coil, cr,w=600mm, nes	
86		72101100	Flat rld prod,i/nas, plated/coated with tin,w=600mm,thk=0.5mm	
87		72101200	Flat rld prod, i/nas, plated or coated with tin,w=600mm,thk<0.5mm	
88		72102000	Flat rld prod,i/nas,platd/coatd with lead,w=600mm,incl terme-plate	
89		72103000	Flat rld prod, i/nas, electrocly platd/coatd with zinc,w=600mm	
90		72104100	Flat rld prod, i/nas, pltd or ctd w zinc, corrugated,w=600mm, nes	
91		72104900	Flat rld prod, i/nas, plated or coated with zinc,w=600mm, nes	
92		72105000	Flat rld prod,i/nas,pltd/ctd w chrm oxids/chrom w chrm oxide,w=600mm	
93		72106100	Flat rld prod, i/nas, platd/coatd wth aluminium-zinc alloy,w=600mm	
94		72106900	Flat rld prod, i/nas, plated or coated with aluminium,w=600mm, nes	
95		72107000	Flat rld prod,i/nas,painted,varnish./coated with plastics,w=600mm	
96		72109000	Flat rld prod, i/nas, clad, plated or coated,w=600mm, nes	
97		72111300	Flat rld prod,i/nas,hr,rld on 4 face,150mm<w<600mm,thk=4mm	
98		72111400	Flat rld prod, i/nas, hr,w<600mm,thk=4.75mm	
99		72111900	Flat rld prod,i/nas,hr,w<600mm,thk<3mm, myp 275/thk>3mm	
100		72112300	Flat rld prod,i/nas,cr,w<600mm,containg<0.25% carbon	
101		72112900	Flat rld prod,i/nas,cr,w<600mm, containg= 0.25% carbon	
102		72119000	Flat rld prod, i/nas,w<600mm, not clad, plated/coated, nes	
103		72121000	Flat rld prod, i/nas,w<600mm, plated/coated with tin, nes	
104		72122000	Flat rld prod, i/nas,w<600mm, electrolically platd/coatd with zinc	
105		72123000	Flat rld prod, i/nas,w<600mm, otherwise platd/coated with zinc	
106		72124000	Flat rld prod,i/nas,w<600mm,painted,varnished/coated with plastics	
107		72125000	Flat rld prod, i/nas,w<600mm, plated or coated, nes	
108		72126000	Flat rld prod, i/nas,w<600mm, clad	
109		72131000	Bars & rods, i/nas, hr,in irreg wound coils,cntg indent,ribs,etc prod d	
110		72132000	Bars & rods, i/nas, hr, in irreg wound coils, of free cutting steel	
111		72139100	Bars/rods,i/nas,hr,in irreg wnd coils of circ cross sect,dia<14mm	
112		72139900	Bars/rods,i/nas,hr,in irreg wound coils of circular cross sect, nes	
113		72141000	Bars & rods, iron or non-alloy steel forged	
114		72142000	Bars&rods,i/nas,hr,hd or he,cntg indent,ribs,etc,prod dur rp/tar,nes	
115		72143000	Bars&rods, i/nas, hot rld drawn/extruded of free cutting steel, nes	
116		72149100	Bars&rods,i/nas,hot rld,drawn/extruded of rectangular cross sectn	
117		72149900	Bars&rods,i/nas,hot rolld,drawn/extruded, nes	
118		72151000	Bars & rods,i/nas,nfw than cold formed/finished of free cutting steel	
119		72155000	Bars & rods, i/nas, nfw than cold formd/finishd	

120	STEEL	72159000	Bars & rods, i/nas, nes	Liberalized within 5 years after the entry force of this Protocol.
121		72161010	H sections, i/nas,nfw than hot rld/drawn /extruded,hei	
122		72161090	U,I sections, i/nas,nfw than hot rld/drawn /extruded,hei	
123		72162100	L sections,i/nas,nfw than hot rld,drawn/extruded,of a height<80mm	
124		72162200	T sections,i/nas,nfw than hot rld,drawn/extruded,of a height<80mm	
125		72163100	U sections,i/nas,nfw than hot rld,drawn/extruded,ht 80mm or more	
126		72163200	I sections,i/nas,nfw than hot rld,drawn/extruded,ht 80mm or more	
127		72163300	H sections,i/nas,nfw than hot rld,drawn/extruded,ht 80mm or more	
128		72164010	L sections,i/non-al s, nfw than hot rld,drawn/extruded, H=80mm	
129		72164020	T sections,i/non-al s, nfw than hot rld,drawn or extruded, H=80mm	
130		72165010	Z sections,i/non-al s, nfw than hot rld/drawn/extruded	
131		72165090	Angle/shape/section,i/nas, nfw than hot rld/drawn/extrud, nes	
132		72166100	Angle/shape/sectns,i/nas,nfw thn cld formd, from flat-rld prodts	
133		72166900	Angles/shapes/sections, i/nas, nfw than cld formd/finished, nes	
134		72169100	Angles/shapes/sections, i/nas, cold formd from flat-rld products	
135		72169900	Angles/shapes/sections, i/nas, nes	
136		72171000	Wire,iron or non alloy steel, not plated or coated	
137		72172000	Wire,i/nas,plated or coated with zinc	
138		72173000	Wire,i/nas,plated or coated with other base metals nes	
139		72179000	Wire, iron or non alloy steel, nes	
140		72181000	Ingots & other primary forms of stainless steel	
141		72189100	Semi-finished products of stainless steel, rectangular cros section	
142		72189900	Other semi-finished products of stainless steel, nes	
143		72191100	Flat rld prod,stainless steel,hr,in coil,w=600mm,exce 10mm thk	
144		72191200	Flat rld prod, stainls steel, hr, in coil,w=600mm, 4.75mm=th=10mm	
145		72191300	Flat rld prod, stainls steel, hr in coil,w=600mm, 3mm=thk<4.75mm	
146		72191400	Flat rld prod, stainls steel, hr in coil,w=600mm,thick<3mm	
147		72192100	Flat rld prod, stainless steel, hr, nic,w=600mm, exce 10mm thick	
148		72192200	Flat rld prod, stainless steel, hr, nic,w=600mm, 4.75mm=thk=10mm	
149		72192300	Flat rld prod, stainless steel, hr, nic,w=600mm, 3mm=thk<4.75mm	
150		72192400	Flat rld prod, stainless steel, hr, nic,w=600mm, thick<3mm	
151		72193100	Flat rld prod, stainless steel, cr,w=600mm, 4.75mm or more thick	
152		72193200	Flat rld prod, stainless steel, cr,w=600mm, 3mm=thick<4.75mm	
153		72193300	Flat rld prod, stainless steel, cr,w=600mm, 1mm<thick<3mm	
154		72193400	Flat rld prod, stainless steel, cr,w=600mm, 0.5mm=thick<1mm	
155		72193500	Flat rld prod, stainless steel, cr,w=600mm, thick<0.5mm	
156		72199000	Flat rld prod, stainless steel, 600mm or more wide, nes	
157		72201100	Flat rld prod, stainless steel, hr,w<600mm, exce 4.75mm thick	
158		72201200	Flat rld prod, stainless steel, hr,w<600mm, less than 4.75mm thick	
159		72202000	Flat rld prod, stainless steel,w<600mm, cold rld or reduced	
160		72209000	Flat rld prod, stainless steel, cr,w<600mm, nes	
161		72210000	Bars/rods, stainless steel, hot rld in irregularly wound coils	
162		72221100	Bars/rods, stainls stl, nfw th ht rl/drwn/extrud, of circ cros sectn	

163	STEEL	72221900	Bars/rods, stainless steel, nfw than hot rld/drawn/extrud, nes	Liberalized within 5 years after the entry force of this Protocol.
164		72222000	Bars/rods, stainless steel, nfw than cold formed/cold finished	
165		72223000	Bars/rods, stainless steel, nes	
166		72224000	Angles, shapes & sections, stainless steel	
167		72230000	Wire of stainless steel	
168		72241000	Ingots & other primary forms of alloy steel, o/t stainless	
169		72249010	Blooms/pieces roughly shapd by forgng,=10 t, alloy stl o/t stainls	
170		72249090	Semi-finished products of alloy steel o/t stainless, nes	
171		72251100	Flat rld prd of Si-electricl steel,w=600mm, grain-orient	
172		72251900	Flat rld prd of silicon-electricl steel,w=600mm, nes	
173		72252000	Flat rld products of high speed steel,w=600mm	
174		72253000	Flat rld prod, as, o/t stainls, in coils, nfw than hr,w=600mm,nes	
175		72254000	Flat rld prod, as, o/t stainls, nic nfw than hr,w=600mm, nes	
176		72255000	Flat rld prod, as, o/t stainls, nfw than cold rld,w=600mm, nes	
177		72259100	Flat rld prod, as, o/t stainls,w=600mm,electrly coatd with zinc	
178		72259200	Flat rld prod, as, o/t stainls,w=600mm,otherwise coatd with zinc	
179		72259900	Flat rld prod, as, o/t stainls,w=600mm, nes	
180		72261100	Flat rld prd, Si-electricl steel,w<600mm,grain-orientd,nes	
181		72261900	Flat rld prd, silicon-electrical steel,w<600mm, nes	
182		72262000	Flat rld prod, of high speed steel,w<600mm	
183		72269100	Flat rld prod, as, o/t stainless, nfw than hot rld,w<600mm, nes	
184		72269200	Flat rld prod, as, o/t stainless, nfw than cold rld,w<600mm	
185		72269300	Flat rld prod, as, o/t stainls,w<600mm,electrly coatd with zinc	
186		72269400	Flat rld prod, as, o/t stainls,w<600mm,otherwise coatd with zinc	
187		72269900	Flat rld prod, as, o/t stainless,w<600mm, nes	
188		72271000	Bars & rods, of high speed steel, hr, in irregularly wound coils	
189		72272000	Bars & rods, of silico-manganese steel, hr, in irregular wound coils	
190		72279000	Bars & rods,alloy s,o/t stainless hr,in irregularly wound coils,nes	
191		72281000	Bars & rods of high speed steel, nes	
192		72282000	Bars & rods of silico-manganese steel nes	
193		72283000	Bars & rods,alloy s,o/t stainls nfw than hot rld/drawn/extrud, nes	
194		72284000	Bars & rods, as, o/t stainless, not further worked than forged	
195		72285000	Bars & rods, as, o/t stainless, not further wkd than cld formed/fin	
196		72286000	Bars & rods, as, o/t stainless, nes	
197		72287010	Section steel or caterpillar block, as, o/t stainless	
198		72287090	Angles, shapes & sections, as, o/t stainless, nes	
199		72288000	Bars & rods, hollow drill, alloy or non-alloy steel	
200		72291000	Wire of high speed steel	
201		72292000	Wire of silico-manganese steel	
202		72299000	Wire of alloy steel, o/t stainless	
203		73011000	Sheet piling,i/s w/n drilled/punched'made from assem elem	
204		73012000	Angles, shapes & sections, welded, iron'steel	
205		73021000	Rails, iron'steel	

206	STEEL	73022000	Sleepers (cross-ties), iron/steel	Liberalized within 5 years after the entry force of this Protocol.
207		73023000	Switch blades/crossng frogs/point rods/oth crossng pieces,iron/stl	
208		73024000	Fish plates & sole plates, iron/steel	
209		73029000	Rail/tramway construction material of iron/steel, nes	
210		73030010	Tube../hollw profile of cast iron, circul cros sec, inside dia.≥500mm	
211		73030090	Tubes, pipes & hollow profiles of cast iron, nes	
212		73041000	Pipes, line, i/s, smls, of a kind used for oil/gas pipelines	
213		73042100	Drill pipe,i/s,smls,for use in drilling for oil'gas	
214		73042900	Casings/tubing pipe,i/s,smls,for use in drilling for oil'gas	
215		73043110	Boiler tube/pipe, i/non alloy s, smls, circular cs, cold drw/rld	
216		73043120	Geo casng/drill pipe, i/non alloy s, smls,circul cs, cold drw/rld	
217		73043190	Tubes, pipe..., i/non alloy s, smls, circular cs,cold dr/rl, nes	
218		73043910	Boiler tube/pipe, i/non alloy s, smls, circular cs, not cld dr/rl	
219		73043920	Geo casin/drill pipe, i/non alloy s, smls, circ cs, not cld dr/rl	
220		73043990	Tubes, pipe..., i/non alloy s, smls, circular cs, not cld dr/rl,nes	
221		73044190	Tubes, pipe, stainls steel, smls, circ cros sec , cold d/r, nes	
222		73044910	Boiler tube/pipe, stnls s, smls,circular cs, not cold draw/rold	
223		73044990	Tubes, pipe..., stnls s, smls,circular cs,not cold dr/rl, nes	
224		73045110	Boiler tube/pipe, alloy s o/t stnls, smls,circ cros sec, cold dr/rl	
225		73045120	Geo casing/drill pipe, alloy s o/t stnls,smls, circ cs, cold dr/rl	
226		73045190	Tube/pipe., alloy s o/t stnls, smls, circ cs, cold d/r, nes	
227		73045910	Boiler tube/pipe, alloy s o/t stnls, smls, circ cs, not cld d/r, nes	
228		73045920	Geo casng/drill pipe, alloy s o/t stnls,smls, circ cs,nt cld d/r, nes	
229		73045990	Tube/pipe., alloy s o/t stnls,smls, circ cs, not cold dr/rl, nes	
230		73049000	Tubes, pipe & hollow profiles, i's, smls, nes	
231		73051100	Pipe,line,i/s,longitudinally subm arc wld,int/ext cs,dia>406.4mm	
232		73051200	Pipe,line,i/s,longitudinally wld w int/ext circ cs,ext dia>406.4mm	
233		73051900	Pipe, line,i/s, int/ext circ cross sect, wld, ext dia>406.4mm, nes	
234		73052000	Casings,i/s,int/ext circ c sect,wld ext dia>406.4mm,o/g drill,nes	
235		73053100	Tubes & pipe, i/s, longitudinally welded, external dia>406.4mm, nes	
236		73053900	Tubes & pipe,i/s,welded,riveted'sim closed,ext dia>406.4mm,nes	
237		73059000	Tubes & pipe, i/s, riveted'sim closed, ext dia>406.4mm, nes	
238		73061000	Pipe,line,i/s,welded,riveted'sim closed,nes,for o/g pipeline	
239		73062000	Casing/tubing,i/s,welded,riveted'sim clsd,nes,for o/g drilling	
240		73063000	Tubes,pipe & hollow profiles,iron'nas,welded,of circ cs,nes	
241		73064000	Tubes,pipe & hollow profiles,stnls steel,welded,of circ cs,nes	
242		73065000	Tubes, pipe & hollow profiles,al/s,(o/t stain) wld,of circ cs, nes	
243		73066000	Tubes, pipe & hollow profiles, i/s, welded, of non circ cs, nes	
244		73069000	Tubes, pipe & hollow profiles, i/s, welded, nes	
245		73121000	Stranded wire,ropes & cables of i's,not electrically insulated	

ANNEX 4

PRODUCTS AND SERVICES SUBJECT TO PRICE CONTROLS

May 31, 2000

I. PRODUCTS SUBJECT TO STATE PRICING

NO	HS96	HS2000	DESCRIPTION OF PRODUCTS	NOTES
1	10011000	10011000	Durum wheat	State store up grain, including wheat, rice, maize and soybean. Products subject to state pricing account for 10% of the total grain production.
	10019000	10019010	Seeds of Spelt, common wheat & meslin	
		10019090	Spelt, common wheat & meslin(excl. seed)	
	10051000	10051000	Maize seeds	
	10059000	10059000	Maize (excl. seed)	
	10061000	10061010	Rice seeds	
		10061090	Rice in the husk (paddy or rough)(excl. seed)	
	10062000	10062000	Husked (brown) rice	
	10063000	10063000	Semi-milled or wholly milled rice	
	12010000	12010010	seeds of soya bean	
12010091		Yellow soya beans(excl.seed)		
12010092		Black soya beans(excl.seed)		
12010093		Green soya beans(excl.seed)		
12010099		Other soya beans (excl.seed),nes		
2	1507	15071000	Crude soya-bean oil	State store up edible oil. Soy-bean oil and rape oil. Products subject to state pricing account for 10% of the total production of soy-bean oil and rape oil.
		15079000	Soya-bean oil (excl. crude) & fractions	
	1514	15141010	Crude rape, colza oil & fractions thereof	
		15141090	Mustard oil & fractions thereof	
3	52010000	52010000	Cotton, not carded or combed	Cotton
4	24011010	24011010	Flue-cured tobacco, not stemmed/stripped	Tobacco
4	24012010	24012010	Flue-cured tobacco, partly or wholly stemmed/stripped	
5	09033090	09023090	Black tea & partly fermented tea o/t oolong in packings=3kg	Compressed tea
6	44032000	44032000	Untreated coniferous wood in the rough...	Timber, referring to 8% of the total production reserved for disaster relief.
7	27090000	27090000	Petroleum oils & oils obtained from bituminous minerals, crude	Crude oil
8	27112100	27112100	Natural gas in gaseous state	Natural gas
9	27100011	27100011	Gasoline, incl. aviation spirit	Gasoline
10	27100021	27100023	Kerosenes	Kerosene
		27100024	Normal paraffin	

NO	HS96	HS2000	DESCRIPTION OF PRODUCTS	NOTES
11	27100031	27100031	Light diesel oil	Diesel oil
	27100032	27100033	Fuel oil No.5-No.7	
		27100039	Other fuel oils	
12	27100040	27100039	Other fuel oils	Heavy oil
13	31022100	31021000	Urea	Referring to urea produced by large-scale State plants, occupying 40% of the total production.
14	39201000	39201000	Plate/foil/strip of polymers of ethylene, not reinforced, etc	Referring to the part used for producing agricultural film.
15	7219	72191100	Flat rlld prod, stainless steel, hr, in coil, w=600mm, exce 10mm thk	Steel used for locomotive and rolling-stack.
		72191200	Flat rlld prod, stainls steel, hr, in coil, w=600mm, 4.75mm=th=10mm	
		72191300	Flat rlld prod, stainls steel, hr in coil, w=600mm, 3mm=thk<4.75mm	
		72191400	Flat rlld prod, stainls steel, hr in coil, w=600mm, thick<3mm	
		72192100	Flat rlld prod, stainless steel, hr, nic, w=600mm, exce 10mm thick	
		72192200	Flat rlld prod, stainless steel, hr, nic, w=600mm, 4.75mm=thk=10mm	
		72192300	Flat rlld prod, stainless steel, hr, nic, w=600mm, 3mm=thk<4.75mm	
		72192400	Flat rlld prod, stainless steel, hr, nic, w=600mm, thick<3mm	
		72193100	Flat rlld prod, stainless steel, cr, w=600mm, 4.75mm or more thick	
		72193200	Flat rlld prod, stainless steel, cr, w=600mm, 3mm=thick<4.75mm	
		72193300	Flat rlld prod, stainless steel, cr, w=600mm, 1mm<thick<3mm	
		72193400	Flat rlld prod, stainless steel, cr, w=600mm, 0.5mm=thick<1mm	
		72193500	Flat rlld prod, stainless steel, cr, w=600mm, thick<0.5mm	
		72199000	Flat rlld prod, stainless steel, 600mm or more wide, nes	

NO	HS96	HS2000	DESCRIPTION OF PRODUCTS	NOTES
15	7220	72201100	Flat rld prod, stainless steel, hr,w<600mm, exce 4.75mm thick	Steel used for locomotive and rolling-stack.
		72201200	Flat rld prod, stainless steel, hr,w<600mm, less than 4.75mm thick	
		72202000	Flat rld prod, stainless steel,w<600mm, cold rld or reduced	
		72209000	Flat rld prod, stainless steel, cr,w<600mm, nes	
16	84071010	84071010	Aircraft engines,spark-igni recip-/rotary type,of an output=298kw	Aircraft and aircraft engines for civil use.
	84071020	84071020	Aircraft engines,□spark-ignition recip-'rotary type, output>298kw	
	8802	88021100	Helicopters of an unladen weight = 2,000 kg	
		88021210	Helicopters, 2,000 kg <unladen weight= 7,000 kg	
		88021220	Helicopters of an unladen weight >7,000 kg	
		88022000	Aircraft nes of an unladen weight = 2,000 kg	
		88023000	Aircraft nes, 2,000 kg< unladen weight=15,000 kg	
		88024010	Aircraft nes, 15,000 kg <unladen weight=45,000 kg	
		88024020	Aircraft nes of an unladen weight>45,000 kg	
		88026000	Spacecraft & spacecraft launch vehicles	
17	25010010	25010010	Salt	Edible salt
18	29379100	29379100	Insulin & its salts	Some pharmaceuticals
	29411010	29411011	Ampicillin	
		29411012	Ampicillin trihydrate	
		29411019	Other ampicillin & its salts,nes	
	29411090	29411091	Amoxycillin	
		29411092	Amoxycillin trihydrate	
		29411093	6-Aminopenicillanic acid	
		29411094	Penicillins V	
		29411095	Sulfobenzylpenicillins	
		29411096	Cloxacillin	
		29411099	Other penicillins & derivs with a penicillin acid structure;	
	29412000	29412000	Streptomycins & their derivatives; salts thereof	
	29419010	29419010	Gentamicin & its derivatives; salts thereof	
	30022000	30022000	Vaccines for human medicine	
	30023100	30023000	Vaccines for veterinary medicine	
	30066000	30066000	Chemical contraceptive prep.s based on hormones or spermicides	
	40141000	40141000	Sheath contraceptives	
19	50010010	50010010	Mulberry feeding silk-worm cocoons	Silkworm cocoons
	50010090	50010090	Other silk-worm cocoons suitable for reeling	

Public Utilities Subject to State Pricing

NO	CPC	PUBLIC UTILITIES	NOTES
1	1720	Price of gas for civil use.	
2	1800	Price of tap water.	
3	1710	Price of electricity.	
4	1730	Price of heating power.	
5	1800	Price of water supplied by irrigation works.	

Service Sectors Subject to State Pricing

NO	CPC	SERVICE CHARGES ITEMS	NOTES
1	7214 745** 731 7111 7112 743 7131 7139	Transport services charges.	Including rail transport of both passenger and freight, air transport of freight, port services, and pipeline transport.
2	7511 7512 7522 7521**+7529**	Post and telecommunication services charges.	Including postal services charges, national and trans-provincial telecommunication services charges.
3	964	Entrance fee for tour sites.	Referring to significant historical relics and natural landscape under protection.
4	861 862 8671 8672	Professional services charges.	Including architectural and engineering services, legal services and assets assessment services.
5	621	Charges for commission agents' services.	Referring to commission for trademark and advertisement agents.
6	81339**	Charges for settlement, clearing and transmission services of banks.	Referring to settlement, clearing and transmission services of the RMB.
7	82101	Selling price and renting fee of residential apartments.	
8	921 922 923	Education services charges.	

Note: CPC classification is added to the service sectors subject to state pricing in this Annex in accordance with the GATT document MTN.GNS/W/120, 10 July 1991, which provided services sectoral classification for the purpose of services negotiations during the Uruguay Round.

ANNEX 5a

NOTIFICATION PURSUANT TO ARTICLE XXV OF THE AGREEMENT ON SUBSIDIES AND COUNTERVAILING MEASURES

May 31, 2000

I. SUBSIDIES FROM CENTRAL BUDGET PROVIDED TO CERTAIN STATE-OWNED ENTERPRISES WHICH ARE RUNNING AT A LOSS

1. Title of the subsidy program

Subsidies provided to certain State-owned enterprises which are running at a loss.

2. Period covered by the notification

1990-1998.

3. Policy objective and/or purpose of the subsidy

To promote restructuring of those State-owned enterprises which are running at a loss, while keeping employment by means of promoting rationalization and maintaining stable production and safety of the society(compensation for the lack of social security system).

4. Background and authority for the subsidy

Ministry of Finance.

5. legislation under which it is granted

Assistance by budget.

6. Form of the subsidy

Grant and Tax Forgiving

7. To whom and how the subsidy is provided

Subsidy is provided to severe loss-making State-owned enterprises due to either fixed price of the products they produce or the increasing cost of exploitation of the resources.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Unit: 100 million RMB

Sector/Year	1990	1991	1992	1993	1994	1995	1996	1997	1998
Metallurgic industry	1.16	1.46	1.35	3.13	4.07	3.02	5.04	10.96	8.36
Ferrous-metal industry	0.63	0.86	1.28	1.51	5.80	5.86	4.78	6.58	4.65
Machinery industry	3.80	5.07	14.61	3.98	14.09	8.34	9.67	11.17	8.38
Coal industry	55.86	66.70	70.14	49.80	47.19	12.13	13.21	16.83	14.85
Oil industry	42.53	54.36	52.89	28.08	0.00	0.00	0.00	6.78	3.28
Chemical industry	3.83	4.03	3.70	4.11	6.90	3.47	4.26	5.32	4.96
Textile industry	1.90	2.39	2.07	3.09	2.65	3.38	6.97	16.41	15.36
Light industry	6.65	7.88	6.31	9.30	3.99	1.52	2.63	6.82	2.35
Tobacco industry	0.00	0.00	0.00	0.00	12.00	8.62	9.26	10.25	8.83

Sector/Year	1990	1991	1992	1993	1994	1995	1996	1997	1998
Total of the nine sectors	116.36	142.75	152.35	103.00	96.69	46.34	55.92	91.12	71.02
Other sectors	1.65	1.94	1.99	1.53	1.24	0.42	1.28	4.62	3.67
Total	118.01	144.69	154.34	104.53	97.93	46.76	57.2	95.74	74.69

9. Duration of the subsidy and/or any other time-limits attached to it
1949-2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

II. SUBSIDIES FROM LOCAL BUDGET PROVIDED TO LOSS MAKING STATE OWNED ENTERPRISES

1. Title of the subsidy program

Subsidies provided to certain State-owned enterprises which are running at a loss.

2. Period covered by the notification

1990-1999.

3. Policy objective and/or purpose of the subsidy

To promote restructuring of those State-owned enterprises which are running at a loss, while keeping employment by means of promoting rationalization and maintaining stable production and safety of the society(compensation for the lack of social security system).

4. Background and authority for the subsidy

Ministry of Finance and local governments.

5. legislation under which it is granted

Assistance by local budget.

6. Form of the subsidy

Grant and Tax Forgiving

7. To whom and how the subsidy is provided

Subsidy is provided to severe loss-making State-owned enterprises due to either fixed price of the products they produce or the increasing cost of exploitation of the resources and restructuring of state owned enterprises.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Unit:100 million RMB

	1990	1991	1992	1993	1994	1995	1996	1997	1998
Beijing						57.69	59.28	63.26	63.11
Tianjin						9.23	8.79	7.29	7.29
Hebei						6.84	5.89	4.76	4.91
Shanxi						5.52	6.05	5.42	5.75
Inner-Mongolia						3.53	2.77	2.22	2.29
Liaoning						18.02	17.10	16.63	13.14
Jilin						6.07	5.88	5.75	4.02
Heilongjiang						11.77	7.07	5.21	4.47
Shanghai						44.95	45.50	45.88	45.94
Jiangsu						11.75	10.46	8.81	9.15
Zhejiang						25.06	30.10	34.79	37.85
Anhui						4.17	7.11	6.69	5.41
Fujian						2.53	1.40	1.05	0.78
Jiangxi						0.67	0.65	0.52	0.50
Shandong						8.48	8.12	6.37	4.92
Henan						4.27	3.80	3.66	2.66
Hubei						11.60	10.99	10.92	9.83
Hunan						4.57	5.16	4.23	5.18
Guangdong						17.52	17.35	15.39	13.60
Guangxi						2.22	2.01	1.60	1.33
Hainan						0.70	0.43	0.32	0.61
Chongqing								3.18	1.93
Sichuan						5.99	6.37	2.01	1.89
Guizhou						1.48	1.55	2.25	1.46
Yunnan						7.51	7.82	6.49	3.22
Tibet						0.87	1.16	1.19	1.18
Shaanxi						4.67	4.46	4.66	4.09
Gansu						0.47	0.22	0.18	0.56
Qinghai						0.91	0.96	0.51	0.44
Ningxia						0.18	0.16	0.20	0.19
Xingjiang						1.74	1.54	1.27	1.08
Total	460.87	365.55	290.62	306.76	268.29	281.01	280.20	272.75	258.81

9. Duration of the subsidy and/or any other time-limits attached to it
1949-2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

III. THE PRIORITY IN OBTAINING LOANS AND FOREIGN CURRENCIES BASED ON EXPORT PERFORMANCE

1. Title of the subsidy program

The priority in obtaining loans and foreign currencies based on export performance.

2. Period covered by the notification

1994-1999.

3. Policy objective and/or purpose of the subsidy

To promote the exportation of automobiles.

4. Background and authority for the subsidy

State Planning Commission.

5. legislation under which it is granted

State Council Circular on Industrial Policy on Automobiles..

6. Form of the subsidy

Priority in obtaining loans and foreign currencies.

7. To whom and how the subsidy is provided

Priority is given to:

1)Automotive production enterprises whose export of whole vehicle products has reached the percentage points in the volume of their sales as indicated in the following chart;

Vehicles Types	Category	Percentages
Passenger Vehicles	M1	3%
	M2	5%
	M3	8%
Freight Vehicles	N1	5%
	N2, N3	4%
Motorcycles	L	10%

and

2)Automobile and motorcycle components manufacturing enterprises whose exports account for 10 per cent of their total annual sales.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Zero, because no enterprises have reached the level for enjoying the priority up till now.

9. Duration of the subsidy and/or any other time-limits attached to it

China commits itself to eliminate this measure by the year of 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

Zero.

IV. PREFERENTIAL TARIFF RATES BASED ON LOCALIZATION RATE OF AUTOMOTIVE PRODUCTION.

1. Title of the subsidy program

Preferential tariff rates based on localization rate of automotive production.

2. Period covered by the notification

1994-1999.

3. Policy objective and/or purpose of the subsidy

To promote the localization process of automobile industry of China.

4. Background and authority for the subsidy

State Planning Commission.

5. legislation under which it is granted

State Council Circular on Industrial Policy on Automobiles.

6. Form of the subsidy

Preferential tariff rates.

7. To whom and how the subsidy is provided

The preferential tariff rates are granted to the automotive enterprises whose localization reaches the following ratios:

- 1) Localization rate reaches 40 per cent, 60 per cent or 80 per cent on products that incorporate imported technology on whole vehicles of M Category;
- 2) Localization rate reaches 50 per cent, 70 per cent or 90 per cent on products that incorporate imported technology on whole vehicles of N and L Categories; and
- 3) Localization rate reaches 50 per cent, 70 per cent or 90 per cent on products that incorporate imported technology on automobile and motorcycle assemblies and key components.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Not available.

9. Duration of the subsidy and/or any other time-limits attached to it

China commits itself to phase out this measure by the year of 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

The trade effect is negligible.

V. PREFERENTIAL POLICIES FOR THE SPECIAL ECONOMIC ZONES (EXCLUDING THE PUDONG AREA OF SHANGHAI)

1. Title of the subsidy program

Preferential income tax policies for foreign-invested enterprises in the Special Economic Zones of Shenzhen, Zhuhai, Shantou, Xiamen, Hainan.

2. Period covered by the notification

1984 - now.

3. Policy objective and/or purpose of the subsidy

To promote regional development and absorb foreign investment.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Before 1991, Income Tax Law of the People's Republic of China Concerning Chinese-Foreign Equity Joint Ventures and Income Tax Law of the People's Republic of China for Foreign Enterprises.

After 1991, Income Tax Law of the People's Republic of China for Enterprises with Foreign Investment and Foreign Enterprises.

6. Form of the subsidy

Application of preferential income tax rate, and exemption of income tax.

7. To whom and how the subsidy is provided

1. For foreign-invested enterprises established in the Special Economic Zones and foreign enterprises engaging in production and business operation in the Special Economic Zones, preferential income tax rate of 15 per cent shall be applied.

2. For foreign-invested productive enterprises established in the old areas of the cities where the Special Economic Zones are located, preferential income tax rate of 24 per cent shall be applied; for technology intensive projects, projects having foreign investment more than \$ 30 million with a long paying back period, and projects within sectors encouraged by the State such as energy, transportation etc., preferential income tax rate may further be reduced to 15 per cent.

3. For enterprises in services sectors with foreign investment more than US\$ 5 million and operation term over 10 years, income tax for the first year shall be exempted and that for the second and third years shall be reduced by 50 per cent, subject to the application and approval by the local taxation authorities. The base year shall be the first profit-making year of the enterprises.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

The preferential income tax rate applied is 24 or 15 per cent.

9. Duration of the subsidy and/or any other time-limits attached to it

1984 -

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

VI. PREFERENTIAL POLICIES FOR THE ECONOMIC AND TECHNOLOGY DEVELOPMENT AREAS

1. Title of the subsidy program

Preferential income tax policies for foreign-invested enterprises in the economic and technology development areas in Dalian, Qinhuangdao, Tianjin, Yantai, Qingdao, Lianyungang, Nantong, Ningbo, Fuzhou, Guangzhou, Zhanjiang, Shanghai (Minhang, Hongqiao, Caohejing), Beihai, Shenyang, Wenzhou, Harbin, Changchun, Hangzhou, Wuhan, Chongqing, Wuhu, Xiaoshan, Huizhou, Nansha, Kunshan, Rongqiao, Weihai, Yingkou, Dongshan.

2. Period covered by the notification

1984 - now.

3. Policy objective and/or purpose of the subsidy

To accelerate the opening-up of the region and absorb foreign investment.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Before 1991, Income Tax Law of the People's Republic of China Concerning Chinese-Foreign Equity Joint Ventures and Income Tax Law of the People's Republic of China for Foreign Enterprises.

After 1991, Income Tax Law of the People's Republic of China for Enterprises with Foreign Investment and Foreign Enterprises.

6. Form of the subsidy

Application of preferential income tax rate, and exemption of income tax..

7. To whom and how the subsidy is provided

1. For foreign-invested productive enterprises established in the economic and technology development areas, preferential income tax rate of 15 per cent shall be applied.

2. For foreign-invested productive enterprises established in the old areas of the cities where the economic and technology development areas are located, preferential income tax rate of 24 per cent shall be applied; for technology intensive projects, projects having foreign investment more than \$ 30 million with a long paying back period, and projects within sectors encouraged by the State such as energy, transportation etc., preferential income tax rate may further be reduced to 15 per cent.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

The preferential income tax rate applied is 24 or 15 per cent.

9. Duration of the subsidy and/or any other time-limits attached to it
1984 -

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

VII. PREFERENTIAL POLICIES FOR THE SPECIAL ECONOMIC ZONE OF THE PUDONG AREA OF SHANGHAI

1. Title of the subsidy program

Preferential income tax policies for foreign-invested enterprises in the Special Economic Zone of the Pudong area of Shanghai.

2. Period covered by the notification

1991 - now.

3. Policy objective and/or purpose of the subsidy

To accelerate the opening-up of the region and absorb foreign investment.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Income Tax Law of the People's Republic of China for Enterprises with Foreign Investment and Foreign Enterprises.

6. Form of the subsidy

Application of preferential income tax rate, and exemption of income tax.

7. To whom and how the subsidy is provided

1. For foreign-invested productive enterprises established in the Special Economic Zone of the Pudong area of Shanghai and for foreign-invested enterprises established there to engage in infrastructure constructions, preferential income tax rate of 15 per cent shall be applied.

2. For foreign-invested enterprises established in the Special Economic Zone of the Pudong area of Shanghai, engaged in such energy and transportation construction projects as airport, ports, railways, power stations etc. with operation term longer than 15 years, income tax for the first five years shall be exempted and that for the sixth to the tenth years shall be reduced by 50 per cent. The base year shall be the first profit-making year of the enterprises.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

The preferential income tax rate applied is 15 per cent.

9. Duration of the subsidy and/or any other time-limits attached to it
1991 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

VIII. PREFERENTIAL POLICIES FOR FOREIGN INVESTED ENTERPRISES

1. Title of the subsidy program

Preferential income tax policies for foreign-invested enterprises in China.

2. Period covered by the notification

1985 - now.

3. Policy objective and/or purpose of the subsidy

To absorb foreign investment and expand economic cooperation.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Before 1991, Income Tax Law of the People's Republic of China Concerning Chinese-Foreign Equity Joint Ventures and Income Tax Law of the People's Republic of China for Foreign Enterprises.

After 1991, Income Tax Law of the People's Republic of China for Enterprises with Foreign Investment and Foreign Enterprises.

6. Form of the subsidy

Application of preferential income tax rate, and exemption of income tax.

7. To whom and how the subsidy is provided

1. For foreign-invested productive enterprises with operation term more than 10 years, the income tax for the first two years shall be exempted and that for the third to the fifth year shall be reduced by 50 per cent. The base year shall be the first profit-making year of the enterprises.

2. For Chinese-foreign joint enterprises engaged in the construction of ports, docks and berths, preferential income tax rate of 15 per cent shall be applied, and for those with operation term longer than 15 years, income tax for the first five years shall be exempted and that for the sixth to the tenth years shall be reduced by 50 per cent. The base year shall be the first profit-making year of the enterprises.

3. For foreign-invested advanced technology enterprises, in case that the technologies they possess or provide are still regarded as advanced when the initial income tax exemption and reduction period expires, income tax reduction of 50 per cent may continue to be applied, for another 3 years.

4. For foreign-invested enterprises engaged in agriculture, forestry and animal husbandry, and for foreign-invested enterprises established in remote areas with less developed economic level, income tax reduction of 15 to 30 per cent may continue to be applied for another ten years after the initial exemption and reduction period expires, subject to application and approval of local taxation authorities.

5. For foreign-invested enterprises of industries and sectors in which foreign investment is encouraged by the State, provincial government may determine whether to reduce or exempt the local part of income tax..

6. For profits of foreign investors which are re-invested into the enterprises to increase the register capital, or to set up other new enterprises with operation term more than 5 years, 40 per cent of their income tax payment for the re-invested profits shall be refunded subject to application and approval from the local taxation authorities. In case that the new or the expanded enterprises with the re-investment are hi-tech enterprises, or that profits are from foreign-invested enterprises in Hainan Special Economic Zone and re-invested into infrastructure projects or agriculture development projects of the same Special Economic Zone, 100 per cent of the paid income tax for the re-investment shall be refunded.

7. For dividends, interests, rentals, franchising fees and other forms of income of foreign investors who have no commercial establishments in China, preferential income tax rate of 20 per cent shall be applied except for profits of foreign investors gained from the enterprises they have invested in China, which are subject to 100 per cent income tax exemption. For franchising fees gained from provision of special technology to scientific research, energy development, transportation development, agriculture, forestry and animal husbandry, preferential income tax rate of 10 per cent may be applied, subject to application and approval of local taxation authorities; in case that the technology is advanced or is provided with favorable conditions, income tax exemption may be applied.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

The preferential income tax rate applied is 20, 15 or 10 per cent.

9. Duration of the subsidy and/or any other time-limits attached to it
1985-

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

IX. LOANS FROM THE STATE POLICY BANKS

1. Title of the subsidy program

Loans of the State Policy Banks (the State Development Bank, the Export and Import Bank of China, and the Agriculture Development Bank of China).

2. Period covered by the notification

For the State Development Bank, 1994 - 1996;

For the Export and Import Bank of China, 1991 - 1995

For the Agriculture Development Bank of China., 1994 - 1996.

3. Policy objective and/or purpose of the subsidy

To adjust investment structure.

4. Background and authority for the subsidy

There are three State Policy Banks in China: the State Development Bank, the Export and Import Bank of China, and the Agriculture Development Bank of China. The three State Policy Banks accumulate capital by issuing treasury bonds to commercial banks and the market. Generally the State budget does not provide interest rate subsidy to the State Policy Banks. The interest rates of the State Policy Banks loans are usually the same as the market interest rates.

5. Legislation under which it is granted

None.

6. Form of the subsidy

Loans.

7. To whom and how the subsidy is provided

Loans from the State Development Bank are mainly directed to infrastructure constructions in energy, transportation, telecommunications and water conservancy, resources development in the middle and western parts of China, as well as technology renovation of some enterprises.

Loans from the Export and Import Bank of China are mostly directed to guarantee for export credit of commercial banks, and a small part is for direct export credit.

Loans from the Agriculture Development Bank of China are mainly provided for purchase and storage of agricultural and side-line products, forestry construction and water conservancy development.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

RMB 200 billion for the State Development Bank, and 9.6 per cent of which is directed to the manufacturing industry;

RMB 21 billion export credit (mainly sellers' credit) for the Export and Import Bank of China;

RMB 500 billion for the Agriculture Development of China.

9. Duration of the subsidy and/or any other time-limits attached to it

1991 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

X. FINANCIAL SUBSIDIES FOR POVERTY ALLEVIATION

1. Title of the subsidy program

Financial subsidies for poverty alleviation.

2. Period covered by the notification

For direct allocation of funds, 1991 - now

For poverty alleviation loans, 1994 - now.

3. Policy objective and/or purpose of the subsidy

To alleviate poverty.

4. Background and authority for the subsidy

For direct allocation of funds, State Planning Commission and Ministry of Finance.

For poverty alleviation loans, the Agriculture Development Bank of China.

5. Legislation under which it is granted

Assistance by budget.

6. Form of the subsidy

Direct appropriation and provision of poverty alleviation loans.

7. To whom and how the subsidy is provided

The subsidies are provided to regions in China where annual income per capita is less than RMB 400.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

For direct appropriation from the central budget, the total from 1991 to 2000 is RMB 103.6 billion (RMB 18.3 billion from 1991 to 1995, RMB 4 billion in 1996, RMB 15.2 billion in 1997, RMB 17.8 billion for 1998, RMB 24.3 billion in 1999 and RMB 24.0 billion being planned in 2000).

For poverty alleviation loans, RMB 30 billion.

9. Duration of the subsidy and/or any other time-limits attached to it

1991 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XI. FUNDS FOR TECHNOLOGY RENOVATION, RESEARCH AND DEVELOPMENT

1. Title of the subsidy program

Funds for technology renovation , research and development.

2. Period covered by the notification

1991 - 1998

3. Policy objective and/or purpose of the subsidy

To encourage scientific research and technology development, and to promote application of science and technology in the rural areas.

4. Background and authority for the subsidy

Ministry of Finance

5. Legislation under which it is granted

State Council Circular No. 99, 1987.

6. Form of the subsidy

Grant and loans.

7. To whom and how the subsidy is provided

To scientific research institutes and some enterprises.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

RMB 301.9 billion (RMB 18.1 billion for 1991, RMB 22.3 billion for 1992, RMB 42.1 billion for 1993, RMB 41.5 billion for 1994, RMB 49.5 billion for 1995 and RMB 52.6 billion for 1996, RMB 64.3 billion for 1997, RMB 64.1 billion for 1998).

9. Duration of the subsidy and/or any other time-limits attached to it

1991 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XII. INFRASTRUCTURE CONSTRUCTION FUNDS FOR AGRICULTURAL WATER CONSERVANCY AND FLOOD PROTECTING PROJECTS

1. Title of the subsidy program

Infrastructure construction funds for agricultural water conservancy projects

2. Period covered by the notification

1991 - 1999

3. Policy objective and/or purpose of the subsidy

To improve agricultural irrigation systems and flood-defending facilities.

4. Background and authority for the subsidy

Ministry of Finance and the Provincial Bureau of Finance

5. Legislation under which it is granted

Assistance by budget.

6. Form of the subsidy

Grant.

7. To whom and how the subsidy is provided

To key infrastructure projects in water conservancy and flood protection.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

RMB 35.5 billion (RMB 7.5 billion for 1991, RMB 8.5 billion for 1992, RMB 9.5 billion for 1993, RMB 10 billion for 1994, RMB 11.0 billion for 1995, RMB 14.1 billion for 1996, RMB 15.9 billion for 1997, RMB 20.89 billion for 1998 and 21.36 for 1999).

9. Duration of the subsidy and/or any other time-limits attached to it
1991 -

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

XIII. TAX AND TARIFF REFUND FOR EXPORT PRODUCTS

1. Title of the subsidy program

Tariff refund for imported contents of export products, and value-added tax refund for export products.

2. Period covered by the notification
1985 - now.

3. Policy objective and/or purpose of the subsidy
To alleviate unreasonable tax and tariff burdens of export enterprises.

4. Background and authority for the subsidy
For tariff refund, taxation and customs authorities; and for tax refund, taxation authorities.

5. Legislation under which it is granted
State Council Circular No. 43, 1985.

6. Form of the subsidy
Tax and tariff refund.

7. To whom and how the subsidy is provided

For raw materials, spare parts, assemblies and packing materials imported for the purpose of processing and assembling for overseas clients or manufacturing products for export, tariffs shall be exempted, or in the case that tariffs have been collected, refund of the collected tariffs shall be made, according to quantities of the final products exported.

For agricultural products subject to the official value-added tax rate of 10%, the refund rate is 3%.

For industrial products subject to the official value-added tax rate of 17%, which take agricultural products as their raw materials, the refund rate is 6%.

For other products subject to the official value-added tax rate of 17%, the refund rate is 9%.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1985 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XIV. TARIFF AND IMPORT DUTIES REDUCTION AND EXEMPTION FOR ENTERPRISES

1. Title of the subsidy program

Tariff and import duties reduction and exemption for enterprises.

2. Period covered by the notification

1985 - 2000.

3. Policy objective and/or purpose of the subsidy

To attract foreign investment, to encourage technology renovations in domestic enterprises, and to promote such trade forms as border trade, processing trade, compensation trade etc..

4. Background and authority for the subsidy

Taxation and customs authorities.

5. Legislation under which it is granted

Regulation of import and export tariff of the People's Republic of China.

6. Form of the subsidy

Tariff and import duties reduction and exemption.

7. To whom and how the subsidy is provided

China adopted new taxation system on April 1, 1997. Under this new system, all domestic enterprises and institutes shall be subject to tariff and import duties in accordance with official rate except for the following few cases where tariff and import duties reduction and exemption are still applied:

1. goods imported for embassies, and offices of international organizations in China, donations from foreign governments and international organizations, and goods imported by Chinese diplomats, Chinese students studying abroad and etc. for personal consumption;
2. imports into the Yangpu Economic Development Area in Hainan Province, a bonded area;
3. equipment and materials imported during the period of 1996 to 2000 for drilling, petroleum and natural gas exploitation;
4. aircraft imported by domestic civil airlines during the period of 1996 to 2000;

5. spare parts of cars, of which tariff and import duties reduction and exemption shall be determined according to the localization rate;

6. materials imported for domestic manufacturing of aircraft.

Tariff and import duties reduction and exemption before April 1, 1996 of imported equipment and materials for foreign-invested enterprises, for domestic technology renovation and infrastructure construction projects, for Special Economic Zones and Economic and Technology Development Areas, and for border trade, processing trade and compensation trade, shall be terminated except for the following transitional period:

1. for foreign-invested enterprises with total investment less than US\$ 30 million approved before April 1, 1996, tariff and import duties reduction and exemption of their imported equipment and materials shall remain valid within the transitional period till December 31, 1996; for those enterprises with total investment more than US\$ 30 million, the transitional period shall end on December 31, 1997;

2. for industrial projects in such areas as energy, transportation, metallurgical industry with total investment more than RMB 50 million, and for technology renovation projects in manufacturing industries with total investment more than RMB 30 million, which were approved before April 1, 1996, tariff and import duties for their equipment importation shall be subject to 50 per cent reduction within the transitional period till December 31, 1997;

3. goods imported into the five Special Economic Zones of Shenzhen, Zhuhai, Shantou, Xiamen, Hainan, as well as those into the Pudong area in Shanghai and the Industrial Development Zone in Suzhou, shall be subject to tariff and import duties after April 1, 1996 in accordance with the official tariff and import duties rates. However, refund of the tariff and import duties will be applied within the transitional period from 1996 to 2000, with the volume decreasing annually. The refund will terminate after the year 2000.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1985 - 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XV. PROVISION OF LOW-PRICE INPUTS FOR SPECIAL INDUSTRIAL SECTORS

1. Title of the subsidy program

State low pricing for certain percentage of coal for electricity generating, and for certain percentage of crude oil.

2. Period covered by the notification

1987 - now.

3. Policy objective and/or purpose of the subsidy

State pricing for certain percentage of the industrial inputs is to maintain the overall price level stable.

4. Background and authority for the subsidy

Reform of China's planning economic system began first with the reform of the pricing system, and by now 95 per cent of the commodities and services in China have already been determined by the market forces. State pricing remains only for certain percentage of those crucial products to maintain the ability of the government to curb the overall price level in emergent cases.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Pricing.

6. Form of the subsidy

State low pricing for inputs of certain industrial sectors.

7. To whom and how the subsidy is provided

37 per cent of coal in 1995 was subject to state pricing, and 70 per cent of the land oil production was subject to state pricing, price of the remaining 30 per cent as well as of all the off-shore oil production was determined by the market.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1987 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XVI. SUBSIDY TO CERTAIN ENTERPRISES IN THE FORESTRY INDUSTRY

1. Title of the subsidy program

Subsidy to the forestry industry.

2. Period covered by the notification

1994 - now.

3. Policy objective and/or purpose of the subsidy

To encourage full utilization of forest resources.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Value added Tax.

6. Form of the subsidy

Refund of value-added tax.

7. To whom and how the subsidy is provided

For certain enterprises in the forestry industry, when their products are based on the utilization of deficient timber resources, the collected value-added tax shall be refunded.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available as the quantity is minimal.

9. Duration of the subsidy and/or any other time-limits attached to it

1994 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XVII. PREFERENTIAL INCOME TAX TREATMENT TO HIGH-TECH ENTERPRISES

1. Title of the subsidy program

Preferential Income tax treatment to high-tech enterprises.

2. Period covered by the notification

1994 - now.

3. Policy objective and/or purpose of the subsidy

To accelerate the development of high-tech industries.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income tax reduction and exemption.

7. To whom and how the subsidy is provided

For high-tech enterprises in the high-tech development zones approved by the State Council, the income tax rate applied shall be reduced to 15 per cent; for newly-established high-tech enterprises, income tax shall be exempted for the first two years since the operation.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1994 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XVIII. PREFERENTIAL INCOME TAX TREATMENT TO ENTERPRISES UTILIZING WASTE

1. Title of the subsidy program

Preferential income tax treatment to enterprises utilizing waste.

2. Period covered by the notification

1993 - now.

3. Policy objective and/or purpose of the subsidy

To encourage resources recycle.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income tax reduction and exemption.

7. To whom and how the subsidy is provided

For enterprises utilizing waste gas, waste water and solid waste as major production inputs, income tax shall be reduced or exempted for five years.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1993 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XIX. PREFERENTIAL INCOME TAX TREATMENT TO ENTERPRISES IN POVERTY STRICKEN REGIONS

1. Title of the subsidy program

Preferential Income tax treatment to enterprises in poverty stricken regions

2. Period covered by the notification

1993 - now.

3. Policy objective and/or purpose of the subsidy

To alleviate poverty.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income tax reduction and exemption.

7. To whom and how the subsidy is provided

For newly-established enterprises in remote regions, poverty stricken regions, and regions with ethnic groups residence, income tax shall be reduced or exempted for three years.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1993 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XX. PREFERENTIAL INCOME TAX TREATMENT TO ENTERPRISES TRANSFERRING TECHNOLOGIES

1. Title of the subsidy program

Preferential Income tax treatment to enterprises transferring technologies.

2. Period covered by the notification

1993 - now.

3. Policy objective and/or purpose of the subsidy

To encourage technology transfer and extension.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income reduction and exemption.

7. To whom and how the subsidy is provided

For income of enterprises generated from transferring technologies, or from such relevant services as technology consultancy, training and etc., income tax shall be exempted when such annual net income is below RMB 300 thousand; however, in the case that the income exceeds RMB 300 thousand, for the part which exceeds RMB 300 thousand, income tax shall be applied as usual.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1993 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XXI. PREFERENTIAL INCOME TAX TREATMENT TO DISASTER STRICKEN ENTERPRISES

1. Title of the subsidy program

Preferential Income tax treatment to disaster stricken enterprises

2. Period covered by the notification

1993 - now.

3. Policy objective and/or purpose of the subsidy

To bring down disaster losses.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income tax reduction and exemption.

7. To whom and how the subsidy is provided

In case that enterprises suffer from such disasters as fire, flood, tornado, earthquake and etc., income tax shall be exempted for one year subject to application to and approval from local taxation authorities.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1993 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XXII. PREFERENTIAL INCOME TAX TREATMENT TO ENTERPRISES WHICH PROVIDE JOB OPPORTUNITIES FOR THE UNEMPLOYED

1. Title of the subsidy program

Preferential income tax treatment to enterprises which provide job opportunities for the unemployed

2. Period covered by the notification

1993 - now

3. Policy objective and/or purpose of the subsidy

To increase job opportunities.

4. Background and authority for the subsidy

State Administration of Taxation and local taxation authorities.

5. Legislation under which it is granted

Provisional regulation of the People's Republic of China on Enterprises Income Tax.

6. Form of the subsidy

Income tax reduction and exemption.

7. To whom and how the subsidy is provided

For newly-established township enterprises, in case that the new jobs they provide in one certain year exceed 60 per cent of their total jobs, income tax shall be exempted for a period of three years, subject to their application to and approval from local taxation authorities. In the same year when the three year exemption period expires, in case the enterprises provide another 30 per cent more job

opportunities, income tax shall be reduced by 50 per cent for another two years, subject to their application to and approval from local taxation authorities.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1993 -

10. Statistical data permitting an assessment of the trade effects of a subsidy

Not available.

XXIII STATISTICS OF INCOME TAX REBATE TO ENTERPRISES SUBJET TO NOTIFICATION XVII, XVIII, XIX, XX, XXI, XXII

Unit: 10,000 RMB

	1995	1996	1997
Beijing	19424	17492	33156
Tianjin	12793	6945	632
Hebei	184	50	5
Shanxi	11216	1519	1465
Inner-Mongolia	2525	445	129
Liaoning	665	477	8515
Jilin	130	1170	791
Heilongjiang	1218	734	1345
Shanghai	41960	110207	63659
Jiangsu	1343	1369	9
Zhejiang	41710	42220	61045
Anhui	14285	17490	23939
Fujian	2563	12953	15183
Jiangxi	28	2	0
Shandong	11586	3737	4277
Henan	192	918	221
Hubei	494	994	12230
Hunan	7019	12179	11915
Guangdong	10835	165	52
Guangxi	9013	6211	7716
Hainan	1194	1371	300
Chongqing			230
Sichuan	3548	3777	998
Guizhou	647	2006	3259
Yunnan	9027	6418	6563

	1995	1996	1997
Tibet	506	1173	228
Shaanxi	7320	4228	1230
Gansu	7519	251	1073
Qinghai	357	378	1815
Ningxia	532	465	2309
Xingjiang	6633	2812	1354
Total	226466	260156	265643

XXIV. TARIFF AND VAT EXEMPTION FOR IMPORTED TECHNOLOGY AND EQUIPMENT OF THE INVESTERS INVESTING IN AREAS ENCOURAGED BY THE GOVERNMENT

1. Title of the subsidy program

Tariff and VAT exemption for imported technologies and equipment imported by investors investing in the industrial areas encouraged by the state.

2. Period covered by the notification

1998 - 2000.

3. Policy objective and/or purpose of the subsidy

Reduce the investment cost of importing technologies and equipment from abroad, so as to attract foreign direct investment and promote domestic investment as well.

4. Background and authority for the subsidy

The State Council.

5. Legislation under which it is granted

The circular No. 37(1997) issued by the State Council.

6. Form of the subsidy

Tariff and VAT exemption for imported technologies and equipment.

7. To whom and how the subsidy is provided

For foreign investors investing in the encouraged industrial areas defined by the “ The Industrial catalogs for Foreign Direct Investment”(jointly issued by SDPC, SETC and MOFTEC), their imported technologies and equipment can enjoy treatment of tariff and VAT exemption.

For domestic investors investing in the encouraged industrial areas defined by the “ The Catalogs of Current Priorities of Industrial Sectors, Products and Technologies Encouraged by the State”(issued by The State Development Planning Commission), their imported technologies and equipment can enjoy treatment of tariff and VAT exemption.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

No specific statistics available.

9. Duration of the subsidy and/or any other time-limits attached to it

1998 - 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

The importation of technologies and equipment has been encouraged by the subsidies, no specific import volume has been calculated.

Agricultural Sectors

PART IV

SECTION II: Export Subsidies:
Budgetary Outlay and Quantity Reduction Commitment

HSNO	Description of Products	Base Outlay Level (Million RMB Yuan)	Calendar/ Other Year Applied	Annual and Final Outlay Commitment Levels (Million RMB Yuan)	Base Quantity (Ton)	Calendar/ Other Year Applied	Annual and Final Quantity Commitment Levels (Million RMB Yuan)	Relevant Supporting Tables and Document Reference
<u>CORASE GRAINS</u>								
071331	green beans	2247.56	CY	Year 1-2090.23 Year 6-1454.15	2,000,000.00	CY	Year 1-1,908,000.00 Year 6-1,507,718.00	Support table 11(A) AGST/CHN
071332	small red beans							
071339	kidney beans							
071350	broad beans							
071390	other beans							
100590	maize							
100700	grain sorghum							
100810	buck wheat							
100820	millet							
100890	other cereals							
120100	soy beans							

<u>RICE</u>								
100610	rice in the husk	269.26	CY	Year 1-250.41 Year 6-174.21	600,000.00	CY	Year 1-572,400.00 Year 6-457,056.00	Support table 11(A) AGST/CHN
100620	husked rice							
100630	rice							
100640	broken rice							
<u>OIL SEED</u>								
120400	linseeds	397.21	CY	Year 1-369.41 Year 6-256.99	1,399,056.20	CY	Year 1-1,344,699.60 Year 6-1,054,691.20	Support table 11(A) AGST/CHN
120500	rape seeds							
120600	sun flower seeds							
120720	cotton seeds							
120730	castor oil seeds							
120799	other oil seeds							
<u>VEGETABLE OIL</u>								
150700	soy bean oil	233.30	CY	Year 1-216.97 Year 6-150.94	135,210.80	CY	Year 1-128,991.10 Year 6-101,929.88	Support table 11(A) AGST/CHN
151210	sun flower oil							
151220	cotton seed oil							
151400	rape oil							
151520	corn oil							
151530	castor oil							
151540	tung oil							
151550	sesame oil							
151590	other oil							
150800	ground nut oil							

<u>OIL CAKE</u>								
230250	residues of leguminous plants	868.57	CY	Year 1-807.77 Year 6-561.96	2,589,029.20	CY	Year 1-2,469,933.80 Year 6-1,951,763.30	Support table 11(A) AGST/CHN
230400	soy beans oil cake							
230500	ground nut oil cake							
230610	cotton seed cake							
230640	rape seen cake							
<u>SUGAR</u>								
170199	granulated sugar	83.29	CY	Year 1-77.46 Year 6-53.89	245,508.00	CY	Year 1-234,214.63 Year 6-185,078.44	Support table 11(A) AGST/CHN
<u>COTTON</u>								
520100	cotton, not carded or combed	144.62	CY	Year 1-134.50 Year 6-93.57	257,077.60	CY	Year 1-245,252.00 Year 6-193,800.30	Support table 11(A) AGST/CHN
520300	cotton, carded or combed							
<u>TEA</u>								
090210	green tea	281.00	CY	Year 1-261.33 Year 6-181.81	180,500.00	CY	Year 1-172,197.00 Year 6-136,072.00	Support table 11(A) AGST/CHN
090220	other green tea							
090230	black tea							

Note: China has submitted the Support table 11 (A) and (B) to the WTO Secretariat in October 1995.

Explanatory Notes

1. China sets a base for 21% reduction by volume for coarse grain and rice. The base for reduction by value remains the same as contained in our schedule submitted in September 1994;+
2. As to the export subsidies for oil seed, vegetable oil, oil cake, sugar, cotton and tea, China commits itself to make a reduction of 36% by value and 21% by volume. This is beyond the 24% cut by value and 14% cut by volume as required by the *Agreement on Agriculture* for developing countries;
3. China commits itself to eliminate export subsidies for wheat, milk powder, other milk products, beef, goat/sheep, eggs, pork, poultry meat, live animal, wine, fruits, canned fruits, vegetable and cigarettes.
4. Implementation period for China's reduction commitments is six years. The first year of implementation starts from the date of entry into force of the Protocol, and the reduction will be carried out in equal installment every year for six years.

Supporting Table ES:1

Export Subsidies
Report Period:1993-1996
Export Subsidies: Outlay and Quantity

HSNO	DESCRIPTION OF PRODUCTS	DIRECT EXPORT SUSIDIES	SALES OF STOCKS	PRODUCER FINANCED SUBSIDIES	COST REDUCTION MEASURES	INTERNAL TRANSPORT SUBIDIES	TOTAL PRODUCT SPECIFIC EXPORT SUBSIDIES	QUANTITY OF SUBSIDIZED EXPORT	DATA SOURCE
NIL									

Note: From 1991 on, China does not maintain any export subsidy listed in Article 9:1 of the Agreement on Agriculture.

ANNEX 5b

SUBSIDIES TO BE PHASED OUT

31 May 2000

I. SUBSIDIES PROVIDED TO CERTAIN STATE-OWNED ENTERPRISES WHICH ARE RUNNING AT A LOSS

1. Title of the subsidy program

Subsidies provided to certain State-owned enterprises which are running at a loss.

2. Period covered by the notification

1990-1998.

3. Policy objective and/or purpose of the subsidy

To promote structural adjustment of those State-owned enterprises which are running at a loss, especially those in coal-mining and oil-drilling sectors, while keeping employment by means of promoting rationalization and maintaining stable production and safety.

4. Background and authority for the subsidy

Ministry of Finance.

5. legislation under which it is granted

Assistance by budget.

6. Form of the subsidy

Grant and tax forgiving

7. To whom and how the subsidy is provided

Subsidy is provided to severe loss-making State-owned enterprises due to either fixed price of the products they produce or the increasing cost of exploitation of the resources.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Unit: 100 million RMB

Sector/Year	1990	1991	1992	1993	1994	1995	1996	1997	1998
Metallurgic industry	1.16	1.46	1.35	3.13	4.07	3.02	5.04	10.96	8.36
Ferrous-metal industry	0.63	0.86	1.28	1.51	5.80	5.86	4.78	6.58	4.65
Machinery industry	3.80	5.07	14.61	3.98	14.09	8.34	9.67	11.17	8.38
Coal industry	55.86	66.70	70.14	49.80	47.19	12.13	13.21	16.83	14.85
Oil industry	42.53	54.36	52.89	28.08	0.00	0.00	0.00	6.78	3.28

Sector/Year	1990	1991	1992	1993	1994	1995	1996	1997	1998
Chemical industry	3.83	4.03	3.70	4.11	6.90	3.47	4.26	5.32	4.96
Textile industry	1.90	2.39	2.07	3.09	2.65	3.38	6.97	16.41	15.36
Light industry	6.65	7.88	6.31	9.30	3.99	1.52	2.63	6.82	2.35
Tobacco industry	0.00	0.00	0.00	0.00	12.00	8.62	9.26	10.25	8.83
Total of the nine sectors	116.36	142.75	152.35	103.00	96.69	46.34	55.92	91.12	71.02
Other sectors	1.65	1.94	1.99	1.53	1.24	0.42	1.28	4.62	3.67
Total	118.01	144.69	154.34	104.53	97.93	46.76	57.2	95.74	74.69

9. Duration of the subsidy and/or any other time-limits attached to it
1949-2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy
Not available.

II. THE PRIORITY IN OBTAINING LOANS AND FOREIGN CURRENCIES BASED ON EXPORT PERFORMANCE

1. Title of the subsidy program

The priority in obtaining loans and foreign currencies based on export performance.

2. Period covered by the notification

1994-1999.

3. Policy objective and/or purpose of the subsidy

To promote the exportation of automobiles.

4. Background and authority for the subsidy

State Planning Commission.

5. legislation under which it is granted

State Council Circular on Industrial Policy on Automobiles..

6. Form of the subsidy

Priority in obtaining loans and foreign currencies.

7. To whom and how the subsidy is provided

Priority is given to:

1)Automotive production enterprises whose export of whole vehicle products has reached the percentage points in the volume of their sales as indicated in the following chart;

Vehicles Types	Category	Percentages
Passenger Vehicles	M1	3%
	M2	5%
	M3	8%
Freight Vehicles	N1	5%
	N2, N3	4%
Motorcycles	L	10%

and

2)Automobile and motorcycle components manufacturing enterprises whose exports account for 10 per cent of their total annual sales.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Zero, because no enterprises have reached the level for enjoying the priority up till now.

9. Duration of the subsidy and/or any other time-limits attached to it

China commits itself to eliminate this measure by the year of 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

Zero.

III. PREFERENTIAL TARIFF RATES BASED ON LOCALIZATION RATE OF AUTOMOTIVE PRODUCTION.

1. Title of the subsidy program

Preferential tariff rates based on localization rate of automotive production.

2. Period covered by the notification

1994-1999

3. Policy objective and/or purpose of the subsidy

To promote the localization process of automobile industry of China.

4. Background and authority for the subsidy

State Planning Commission.

5. legislation under which it is granted

State Council Circular on Industrial Policy on Automobiles.

6. Form of the subsidy

Preferential tariff rates.

7. To whom and how the subsidy is provided

The preferential tariff rates are granted to the automotive enterprises whose localization reaches the following ratios:

- 1) Localization rate reaches 40 per cent, 60 per cent or 80 per cent on products that incorporate imported technology on whole vehicles of M Category;
- 2) Localization rate reaches 50 per cent, 70 per cent or 90 per cent on products that incorporate imported technology on whole vehicles of N and L Categories; and
- 3) Localization rate reaches 50 per cent, 70 per cent or 90 per cent on products that incorporate imported technology on automobile and motorcycle assemblies and key components.

8. Subsidy per unit, or in cases where this is not possible, the total amount or the annual amount budgeted for that subsidy

Not available.

9. Duration of the subsidy and/or any other time-limits attached to it

China commits itself to phase out this measure by the year of 2000.

10. Statistical data permitting an assessment of the trade effects of a subsidy

The trade effect is negligible.

ANNEX 6

PRODUCTS SUBJECT TO EXPORT DUTY

31 May 2000

NO96	HS96	NEW NO	HS2000	DESCRIPTION OF PRODUCTS	EXPORT DUTY RATE(%)
1	03019210	1	03019210	Live eels fry	20.0
2	05060000	2	05061000	Ossein and bones treated with acid	40.0
		3	05069010	Powder and waste of bones	40.0
		4	05069090	Bones and horn-cores not cut to shape, nes	40.0
3	26070000	5	26070000	Lead ores & concentrates	30.0
4	26080000	6	26080000	Zinc ores & concentrates	30.0
5	26090000	7	26090000	Tin ores & concentrates	50.0
6	26110000	8	26110000	Tungsten ores & concentrates	20.0
7	26159000	9	26159000	Niobium, tantalum & vanadium ores & concentrates	30.0
8	26171010	10	26171010	Crude antimony	20.0
9	28047000	11	28047010	Yellow phosphorus (white phosphorus)	20.0
		12	28047090	Phosphorus, nes	20.0
10	28269000	13	28269000	Fluoroaluminates & other complex fluorine salts, nes	30.0
11	29022000	14	29022000	Benzene	40.0
12	41031010	15	41031010	Slabs of goats, fresh or preserved, not tanned	20.0
13	72011000	16	72011000	Non-alloy pig iron, by wt.=0.5% of phosphorus in primary forms	20.0
14	72012000	17	72012000	Non-alloy pig iron, by wt.>0.5% of phosphorus in primary forms	20.0
15	72015000	18	72015000	Alloy pig iron; spiegeleisen	20.0
16	72021000	19	72021100	Ferro-manganese, containing by weight more than 2% of carbon	20.0
		20	72021900	Ferro-manganese, nes	20.0
17	72022000	21	72022100	Ferro-silicon, containing by weight more than 55% of silicon	25.0
		22	72022900	Ferro-silicon, nes	25.0
18	72023000	23	72023000	Ferro-silico-manganese	20.0
19	72024000	24	72024100	Ferro-chromium containing by weight more than 4% of carbon	40.0
		25	72024900	Ferro-chromium, nes	40.0
20	72040000	26	72041000	Waste & scrap, cast iron	40.0
		27	72042100	Waste & scrap, stainless steel	40.0
		28	72042900	Waste & scrap, of alloy steel, other than stainless	40.0
		29	72043000	Waste & scrap, of tinned iron or steel	40.0
		30	72044100	Ferrous waste & scrap, i/s, from the mechanical working of mtl, nes	40.0
		31	72044900	Ferrous waste & scrap, iron or steel, nes	40.0
		32	72045000	Remelting scrap ingots, of iron or steel	40.0
21	74020000	33	74020000	Cu unrefined, Cu anodes for electrolytic refining	30.0
22	74030000	34	74031100	Cu cathodes & sections of cathodes unwrought	30.0
		35	74031200	Wire bars, Cu, unwrought	30.0
		36	74031300	Billets, Cu, unwrought	30.0
		37	74031900	Refined Cu products, unwrought, nes	30.0
		38	74032100	Cu-zinc base alloys, unwrought	30.0
		39	74032200	Cu-tin base alloys, unwrought	30.0
		40	74032300	Cu-Ni base alloys' Cu-Ni-zinc base alloys, unwrought	30.0
		41	74032900	Cu alloys, unwrought (other than master alloys of heading No 74.05	30.0

NO96	HS96	NEW NO	HS2000	DESCRIPTION OF PRODUCTS	EXPORT DUTY RATES(%)
23	74040000	42	74040000	Waste & scrap, Cu'Cu alloy	30.0
24	74070000	43	74071000	Bars, rods & profiles of refined Cu	30.0
		44	74072100	Bars, rods & profiles of Cu-Zn base alloys	30.0
		45	74072200	Bars,rods & profiles of Cu-Ni'Cu-Ni-Zn base alloys	30.0
		46	74072900	Bars, rods & profiles, Cu alloy nes	30.0
		47	74081100	Wire of refined Cu of which the max cs dimension>6mm	30.0
25	74080000	48	74081900	Wire of refined Cu of which the max cs dimension=6mm	30.0
		49	74082100	Wire, Cu-zinc base alloy	30.0
		50	74082200	Wire, Cu-Ni base alloy'Cu-Ni-zinc base alloy	30.0
		51	74082900	Wire, Cu alloy, nes	30.0
		52	74091100	Plate, sheet & strip of refined Cu, in coil, thick>0.15mm	30.0
26	74090000	53	74091900	Plate,sheet & strip of refined Cu,not in coil,thick>0.15mm	30.0
		54	74092100	Plate,sheet & strip of Cu-Zn base alloys,in coil,thick>0.15mm	30.0
		55	74092900	Plate,sheet & strip of Cu-Zn base alloys,not in coil,thick> 0.15mm	30.0
		56	74093100	Plate, sheet & strip of Cu-tin base alloys, in coil, thick>0.15mm	30.0
		57	74093900	Plate,sheet & strip of Cu-tin base alloys,not in coil,thick> 0.15m	30.0
		58	74094000	Plate,sheet & strip of Cu-Ni'Cu-Ni-Zn base alloy,thck>0.15mm	30.0
		59	74099000	Plate, sheet & strip of Cu alloy, nes	30.0
27	75020000	60	75021000	Ni unwrought, not alloyed	40.0
		61	75022000	Ni unwrought, alloyed	40.0
28	75089010	62	75089010	Electroplating anodes of Ni	40.0
29	76010000	63	76011000	Al unwrought, not alloyed	30.0
		64	76012000	Al unwrought, alloyed	30.0
30	76020000	65	76020000	Waste & scrap, Al	30.0
31	76040000	66	76041000	Bars, rods & profiles, Al, not alloyed	20.0
		67	76042100	Profiles, hollow, Al, alloyed	20.0
		68	76042900	Bars, rods & other profiles, Al alloyed	20.0
32	76050000	69	76051100	Wire,Al,not alloyed,with a max cross sectional dim>7mm	20.0
		70	76051900	Wire,Al,not alloyed,with a max cross sectional dim=7mm	20.0
		71	76052100	Wire, Al alloy, with a maximum cross sectional dim> 7mm	20.0
		72	76052900	Wire, Al alloy, with a maximum cross sectional dim=7mm	20.0
33	76060000	73	76061120	Plate/sheet/strip, Al, not alloyed, rect'sq, 0.30<thickness	20.0
		74	76061190	Plate/sheet/strip, Al, not alloyed, rect'sq, thick>0.2mm, nes	20.0
		75	76061220	Plate, sheet'strip, Al alloy, rect'sq, thickness<0.28mm	20.0
		76	76061230	Plate, sheet'strip, Al alloy, rect'sq, 0.28mm=thickness=0.35	20.0
		77	76061240	Plate, sheet'strip, Al alloy, rect'sq, 0.35mm<thickness	20.0
		78	76069100	Plate, sheet'strip, Al, not alloyed, >0.2mm thick, nes	20.0
		79	76069200	Plate, sheet'strip, Al alloy, >0.2mm thick, nes	20.0
34	79010000	80	79011100	Zinc not alloyed unwrought containing by weight=99.99% of zinc	20.0
		81	79011200	Zinc not alloyed unwrought containing by weight<99.99% of zinc	20.0
		82	79012000	Zinc alloys unwrought	20.0
35	81100010	83	81100020	Antimony unwrought	20.0
		84	81100030	Antimony waste & scrap; powders	20.0