

USDA Foreign Agricultural Service

GAIN Report

Global Agricultural Information Network

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Vietnam

Post: Hanoi

New Automatic Import License Requirement (Circular 24)

Report Categories:

Livestock and Products

Fishery Products

Agricultural Situation

Agriculture in the Economy

Wine

Dairy and Products

Grain and Feed

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Report Highlights:

On May 28, 2010, the Ministry of Industry and Trade (MOIT) published Circular 24, which requires local importers to obtain an automatic import license (AIL) from the Government of Vietnam (GVN) before any shipment can unload at any Vietnamese port. MOIT does not charge a fee for issuing the AIL. Circular 24 entered into force (EIF) on July 12, 2010.

General Information:**Background**

Prior to Circular 24, MOIT's Decision 24/2008/QD-BCT, dated August 01, 2008, required AILs for a wide range of food and agricultural products. However, it was only in effect during September 1, 2008 - December 31, 2008, after which it was revoked (reportedly due to uniform complaints from importers). MOIT subsequently replaced Decision 24 with Circular 17/2008/TT-BCT, dated December 12, 2008. Circular 17 did NOT include agricultural products and entered into force January 4, 2009. Circular 17 remained in effect until July 12, 2010, at which time it was replaced by the new Circular 24 which, like the previous Decision 24, covers a wide range of food and agricultural products.

Product Coverage

Broad in scope, Circular 24 applies to select agricultural products from Chapters 2, 3, 16, 17, 18, 19, 20, 21, and 22 of the Harmonized System. Key products include all meat and edible meat offal; live fish (except for breeding); fresh, frozen, chilled, dried, salted or in brine, smoked, minced, and whole fish; crab; mollusks; processed meat (sausage); meat, fish, crustacean, or mollusk extract or juices; caviar or caviar substitutes; confectionary items including sugar; chocolate or items including cocoa; preparatory items for pastries; pastas; tapioca and its derivatives; cereal goods (corn flakes); breads, pastries, cakes, and biscuits; extracts, essences, and concentrates of coffee or tea; sauces and seasonings; soups and broths; ice cream and other edible ice; bottled water; beer; wine; vermouth; all fermented beverages; all spirits; and all vinegars.

Process

In order to obtain the AIL, importers must send the following documents by mail to MOIT headquarters in Hanoi, or to the MOIT Representative Office's headquarters in Ho Chi Minh City: 1. a written application for registration (Appendix 2); 2. the business registration certificate; 3. the import contract; 4. a commercial invoice; 5. a Letter of Credit or payment document; and 6. a bill of lading.

Once this information is received by the respective MOIT office, they are supposed to issue the AIL within seven working days. However, since July 12, 2010, there have been numerous industry complaints that the AIL was NOT received within the allotted seven days. The AIL is good for 30 days from the time of issuance. Importers MUST receive a separate license for EACH lot of goods. MOIT does not charge a fee for issuing the AIL.

Prior to the Circular's EIF, Post met with officials from MOIT and Vietnam's Chamber of Commerce to raise concerns about the injurious affect the seven day waiting period would have on highly perishable products (i.e. fresh seafood, chilled meat) arriving by air freight. MOIT subsequently issued an addendum to Circular 24 (Official No: 6864/BCT-XNK) on July 13, 2010, waiving the requirement for a bill of lading for air shipments.

Post continues to discuss with MOIT the negative impact of Circular 24 on U.S. products imported into Vietnam.

Attached is an unofficial English translation of Circular 24 and Addendum No: 6864/BCT-XNK.

No. 24/2010/TT-BCT

Hanoi, May 28, 2010

CIRCULAR

**STIPULATING THE APPLICATION OF AUTOMATIC IMPORT LICENSING FOR A NUMBER OF
COMMODITY ITEMS**

Pursuant to the Government's Decree No. 189/2007/ND-CP of December 27, 2007, defining the functions, tasks, powers and organizational structure of the Ministry of Industry and Trade;

Pursuant to the Government's Decree No. 12/2006/ND-CP of January 23, 2006, detailing the implementation of the Commercial Law regarding international goods trading and goods trading agency, processing and transit with foreign parties;

Pursuant to the Prime Minister's Decision No. 41/2005/QĐ-TTg of March 2, 2005, promulgating the Regulation on goods import licensing;

The Ministry of Industry and Trade guides automatic import licensing for a number of commodity items as follows:

Chapter I. GENERAL PROVISIONS

Article 1. Scope of governing

1. This Circular stipulates the application of the automatic import licensing to importers of goods on the List specified in Appendix 1 to this Circular.

2. Goods imported in the following cases shall not be regulated by this Circular and shall be implemented in accordance with the current management regulations:

a) Goods temporarily imported for re-export, temporarily exported for re-import, transferred out of border gate or transited.

b) Imported non-commercial goods.

c) Goods imported directly for production and processing (including goods imported for assembly, repair or warranty).

d) Goods imported from abroad into non-tariff areas (including bonded warehouses), and goods produced, processed or assembled in non-tariff areas which are imported into the inland.

e) Goods imported for trading at duty-free shops.

g) Goods imported for the formation of fixed assets of investment projects under the Investment Law.

Chapter II. AUTOMATIC IMPORT LICENSING

Article 2. Registration for automatic import licensing

1. An automatic import license shall be granted to a trader by the Ministry of Industry and Trade (MOIT) in the form of certification of the trader's application for import registration for each goods lot. Particularly for goods imported via land border gates or imported from non-tariff areas into the inland, their import registration shall be certified in accordance with the time.

2. An automatic import license shall be valid for 30 days as from the date on which the MOIT certifies.

3. The director or a deputy director of the Import and Export Department or the Director General or Deputy Director General of the MOIT's representative office in Ho Chi Minh City shall sign for certification, automatic import registration and use the seal of the MOIT or of its representative office in Ho Chi Minh City.

Article 3. Registration for automatic import licensing

1. A dossier of registration for automatic import licensing comprises:

a) A written application for automatic import registration: 2 copies, made according to the form in Appendix 2 to this Circular.

b) The business registration certificate, the investment certificate or the business license: one copy (appended with the trader's true copy mark).

c) The import contract or documents equivalent to import contract: one copy (appended with the trader's true copy mark).

d) Commercial invoice: one copy (appended with the trader's true copy mark).

e) L/C or payment document: one copy (appended with the trader's true copy mark); or via-bank payment certification (enclosed with a written request for via-bank payment certification), made according to the form in Appendices 03 and 04 issued in conjunction with this Circular: one original copy.

g) Bill of lading or transportation document for the goods lot: one copy (appended with the trader's true copy mark).

2. In case goods imported via road border gates or imported from non-tariff areas, the trader shall not have to submit the bill of lading or transportation document, but shall have to submit the report on the import of the certified previous import registration application in

accordance with the form in Appendix 05 of this Circular.

3. Address of receipt of dossiers of registration for automatic import licensing:

- The MOIT's headquarters at 54 Hai Ba Trung street, Hoan Kiem district, Hanoi city.

- The MOIT's representative office's headquarters at 45 Tran Cao Van, Ward 6, District III, Ho Chi Minh City.

The MOIT shall propose traders to send the dossiers of registration for automatic import licensing via post-office to the above-mentioned addresses.

Article 4. Time-limit for automatic import licensing

1. Time-limit for granting an automatic import license shall be 7 working days as from the date on which the MOIT receives full valid dossier from the trade in accordance with Article 3.

2. The automatic import license shall be sent to the trade via post-office to the address as specified in the registration application.

3. In case where the dossier for registration of import that the trader submits to the MOIT is not sufficient and valid, the Ministry of Industry and Trade shall send notice to the trade via post-office to the address as specified in the registration application.

Article 5. Provisions on automatic import licensing when conducting the customs procedure

When conducting the procedure for import, traders shall have to submit the automatic import license already granted by the Ministry of Industry and Trade in conjunction with the import dossier required by the current regulations and shall have to be responsible for implementation of the current regulations on border-gate for customs clearance, import commodity items, goods subject to specialized management and goods that the trading of which is conditional.

Article 6. Re-granting, amending and revoking an automatic import license

1. In case where the an automatic import license is lost, mislaid or damaged, the trader shall have to send a registration dossier as stipulated in Article 3 and written explanation, to propose the re-granting of license to the Ministry of Industry and Trade. The automatic import license shall be re-granted within 05 working days as from the date on which the Ministry of Industry and Trade receives the full valid dossier from the trader.

2. In case where an automatic import license is not lost, mislaid nor damaged, but invalid, the trader shall send a registration dossier as stipulated in Article 3, original copy of the already-granted automatic import license and a proposing document for revoking the already-granted automatic import license and for application for granting a new automatic import license to the Ministry of Industry and Trade.

3. In case where it is necessary to amend the contents of already-granted automatic import license, the trader shall send a registration dossier as stipulated in Article 3 (in conjunction with application for new registration already amended), original copy of already-granted automatic import license and written document on explanation and proposing the amendment of the license

to the Ministry of Industry and Trade. The amended automatic import license shall be granted within 05 working days as from the date on which the Ministry of Industry and Trade receives sufficient and valid dossier from the trader.

4. In case where the already-granted automatic import license is not in accordance with the regulations, the Ministry of Industry and Trade shall withdraw and notify the relevant bodies.

Chapter III. ORGANIZATION OF IMPLEMENTATION

Article 7. Implementation force

This Circular shall be of full force and effect from July 12, 2010 and shall replace Circular 17/2008/TT-BCT dated December 12, 2008 of the Minister of Industry and Trade providing guidance on automatic import licensing for a number of commodity items.

Article 8. Transitional provisions

Automatic import license which has been issued before July 12, 2010 in accordance with Circular 17/2008/TT-BCT dated December 12, 2008 of the Minister of Industry and Trade providing guidance on automatic import licensing for a number of commodity items shall still be valid in accordance with the certified contents.

Article 9. Responsibilities for implementation

Concerned traders and organizations should report in writing problems arising in the course of implementation of this Circular to the Ministry of Industry and Trade for timely settlement.

Recipients:

- *Board of Secretaries of Party Central Committee;*
- *The Prime Minister, deputy Prime Ministers;*
- *Ministries, ministry-equivalent agencies; Government agencies;*
- *People's committees of provinces and cities under central authority;*
- *State President's office;*
- *National Assembly's Office;*
- *The People's Supreme Procuracy;*
- *The People's Supreme Court;*
- *Department for examination of legal documents – (Ministry of Justice);*

ON BEHALF OF MINISTER

DEPUTY MINISTER

Nguyen Thanh Bien

- State Audit Agency;
- General Department of Customs;
- Official gazette;
- Website of the Government;
- Minister, vice ministers, Departments, Divisions of the Ministry of Industry and Trade;
- Department of Industry and Trade;
- Website of the Ministry of Industry and Trade;
- Archived at office and Import and Export Department (15)

Appendix 01

(Issued in conjunction with the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items)

Heading				Description
				Chapter 2 Meat and edible meat offal The entire Chapter
				Chapter 3 Fish and crustaceans, molluscs and other aquatic invertebrates
0301				Live fish (except for breeding)
0302				Fish, fresh or chilled, excluding fish fillets and other fish meat of

				heading 03.04
0303				Fish, frozen, excluding fish fillets and other fish meat of heading 03.04
0304				Fish fillets and other fish meat (whether or not minced), fresh, chilled or frozen
0305				Fish, dried, salted or in brine; smoked fish, whether or not cooked before or during the smoking process; flours, meals and pellets of fish, fit for human consumption
0306	14	00	00	-- Crabs
0306	24			-- Crabs
0307				Molluscs, whether in shell or not, live, fresh, chilled, frozen, dried, salted or in brine; aquatic invertebrates other than crustaceans and molluscs, live, fresh, chilled, frozen, dried, salted or in brine; flours, meals and pellets of aquatic invertebrates other than crustaceans, fit for human consumption
				Chapter 16 Preparations of meat, of fish, of crustaceans, molluscs or other aquatic invertebrates
1601	00	00	00	Sausages and similar products, of meat, meat offal or blood; food preparations based on these products
1602				Other prepared or preserved meat, meat offal or blood
1603				Extracts and juices of meat, fish or crustaceans, molluscs or other aquatic invertebrates
1604				Prepared or preserved fish; caviar and caviar substitutes prepared from fish eggs
1605				Crustaceans, molluscs and other aquatic invertebrates, prepared or preserved
				Chapter 17 Sugars and sugar confectionery
1704				Sugar confectionery (including white chocolate), not containing cocoa
				Chapter 18 Cocoa and cocoa preparations
1806				Chocolate and other food preparations containing cocoa (Except for HS

				code 18.06.90.20.00)
				Chapter 19 Preparations of cereals, flour, starch or milk; pastry cooks' products
1901	10			- Preparations of cereals, flour, starch or milk; pastry cooks' products (except for medical foods)
1902				Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagna, gnocchi, ravioli, cannelloni; couscous, whether or not prepared
1903	00	00	00	Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or in similar forms
1904				Prepared food obtained by the swelling or roasting of cereals or cereal products (for example, corn flakes); cereals (other than maize (corn)), in grain form or in the form of flakes or other worked grains (except flour, groats and meal), pre-cooked or otherwise prepared, not elsewhere specified or included
1905				Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products
				Chapter 20 Preparations of vegetables, fruit, nuts or other parts of plants (The entire Chapter)
				Chapter 21 Miscellaneous edible preparations
2101				Extracts, essences and concentrates, of coffee, tea or maté and preparations with a basis of these products or with a basis of coffee, tea or maté; roasted chicory and other roasted coffee substitutes, and extracts, essences and concentrates thereof
2103				Sauces and preparations therefor; mixed condiments and mixed seasonings; mustard flour and meal and prepared mustard
2104				Soups and broths and preparations therefor; homogenized composite food preparations

2105	00	00	00	Ice cream and other edible ice, whether or not containing cocoa
2106	90	10	00	-- Dried bean curd and bean curd sticks
2106	90	20	00	-- Flavored or colored syrups
2106	90	30	00	- - Non-dairy creamer
2106	90	91	00	--- Preparations containing vitamins or minerals
2106	90	92	00	--- Preparations made from ginseng
2106	90	94	00	--- Other food preparations for infant use
2106	90	99	10	---- Flavoring preparations
2106	90	99	90	---- Others
				Chapter 22 Beverages, spirits and vinegar
2201				Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavored; ice and snow
2202				Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored, and other non-alcoholic beverages, not including fruit or vegetable juices of heading 20.09
2203				Beer made from malt
2204				Wine of fresh grapes, including fortified wines; grape must other than that of heading 20.09
2205				Vermouth and other wines of fresh grapes flavored with plants or aromatic substances
2206				Other fermented beverages (for example, cider, perry, mead); mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages, not elsewhere specified or included
2207				Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol or higher; ethyl alcohol and other spirits, denatured, of any strength
2208				Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80% vol; spirits, liqueurs and other spirituous beverages
2209	00	00	00	Vinegar and substitutes for vinegar obtained from acetic acid

Notes:

- This list is made on the basis of the list of goods and their HS headings under the Preferential Import Tariff promulgated together with the Finance Minister's Decision No. 216/2009/QD-BTC of November 12, 2009.

Appendix 02

A WRITTEN APPLICATION FOR AUTOMATIC IMPORT REGISTRATION

(Issued in conjunction with the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items)

NAME OF TRADER

SOCIALIST REPUBLIC OF VIETNAM

No.

Independence - Freedom Happiness

on Registration of import according to automatic import licensing

....., dated.....

To: Ministry of Industry and Trade

- Name of trader:.....
- Address:.....
- Tel.....Fax.....
- Registration of business No.....

Propose the Ministry of Industry and Trade to certify the import registration according to automatic import licensing as stipulated in the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010, details of the goods consignment shall be as follows:

No.	Name of goods	HS code (10 digitals)	Exporting country	Quantity or volume	Value (USD)
1
2

...
-----	-----	-----	--	-----	-----

Import contract No.:..... dated.....

Commercial invoice No.:.....dated.....

Bill of lading or transportation document No.:.....dated.....

Payment document No.:dated..... or L/C at sight No.:dated.....

Total quantity/volume:.....

Total value (USD):.....

(being converted into USD in case payment is made in other currencies)

Import border-gate:.....

(If being imported from non-tariff areas, please specify clearly)

Estimated time-limit for conducting import procedure:

(Specifying that estimated from the date.....to the date.....)

Have registered at the Ministry of Industry and Trade in Hanoi (or Ho Chi Minh City)

Dated.....

Registration is valid for 30 days as from the date on which the Ministry of Industry and Trade certifies

Representative-at-law of the Trader

(specifying position, signing and affixing seal)

Appendix 03

(Issued in conjunction with the Industry and Trade Ministry’s Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items)

NAME OF TRADER

SOCIALIST REPUBLIC OF VIETNAM

No.

Independence – Freedom Happiness

....., dated.....

WRITTEN REQUEST FOR VIA-BANK PAYMENT CERTIFICATION

To: Bank.....

In order to complete the application dossier for automatic import licensing in accordance with the Industry and Trade Ministry’s Circular No. 24/2010/TT-BCT of May 28, 2010, Company.....(clearly specifying name, address, registration of business No.) requests Bank.....certify the payment effected via the bank for automatic import goods lot of our company, specifically as follows:

1. Details of goods lot:

- 1. Import contract No.:.....
- 2. Commercial invoice:.....
- 3. Payment term:.....
- 4. Total contract value:.....

2. Contents requested for certification:

- 1. Our company currently has account No:.....at Bank.....
- 2. At the time of certification, the account balance is.....
- 3. Latest time-limit for payment via bank is the date of.....

3. Commitments by the Company:

3.1 Ensuring that it has enough money to pay for the seller and shall have to make payment via the bank certifying the payment. If the Company commits breaches of these commitments, the Bank may have the right to refuse to certify the goods lots after that without being responsible for other expenses or losses (if any).

3.2 Being self-responsible for arising expenses and before the law for the truthfulness of the contents as declared above, for any complaints or losses which are arisen as a result that we propose the Bank to issue this written certification.

3.3 Only use this document for completing the application dossier for granting the automatic import license.

Attached with:

REPRESENTATIVE-AT-LAW

Copy of import contract

(Clearly specifying position, signing and affixing seal)

Copy of commercial invoice

Appendix 04

(Issued in conjunction with the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items)

NAME OF BANK

SOCIALIST REPUBLIC OF VIETNAM

No.

Independence – Freedom Happiness

....., dated.....

CERTIFICATION OF VIA-BANK PAYMENT

According to written request for via-bank payment certification No..... for the goods lot that is automatically imported in accordance with the import contract No. of Company.....(name, address, registration of business No.), Bank hereby certifies as follows:

1. Company..... currently has bank account No.....at our Bank. At the time of certification, the account balance is.....
2. Companyhas committed to use the above-mentioned account at our Bank to pay for goods lots in accordance with the import contract No....., with total value of the goods lot is (write down the amount of money in number and words), in accordance with the payment term is that.....
3. The time-limit for payment via bank is no later than.....
4. This certification shall only be valid as long as the end of(specifying the latest date that the Company commits to pay) and only for complete the application dossier for automatic import licensing . If the Companyfails to make payment via bank within the time-limit as mentioned above, the bank may have right to refuse to certify for the goods lots after that without being responsible for other arising expenses or losses (if any).
5. This is not the payment commitment that the Bank makes to the seller.

REPRESENTATIVE OF BANK

(Clearly specifying position, signing and affixing seal)

Appendix 05

(Issued in conjunction with the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items)

NAME OF TRADER

SOCIALIS

Independe

No.:

REPORT ON THE IMPORT

(For import goods whose import registration is certified in accordance with the time)

To: Ministry of Industry and Trade

Pursuant to the Industry and Trade Ministry's Circular No. 24/2010/TT-BCT of May 28, 2010 stipulating the application of automatic import licensing for a number of commodity items, the trader hereby report on the import, as follows:

Name of goods	HS code (10 digital)	Registration number (granted by the Ministry of Industry and Trade when certifying the import registration)	Customs declaration number	Quantity/volume	Value (USD)	Import quantity accumulated at the time of report	Import value accumulated the time of report (US

The trader undertakes that the above-mentioned declarations are truthful.

Ministry of Industry and Trade

Socialist Republic of Vietnam

No: 6864 /BCT-XNK

Subject: Issuance of Automatic Import License
for importation of fresh food products shipped
by air.

Hà Nội, July 12, 2010

To: Customs General Department

Based on comments from industries regarding implementation of Ministry of Industry and Trade (MOIT) Circular No.24/2010/TT-BCT dated May 28, 2010 on “Issuance of Automatic Import License for Numbers of Imported Commodity”; that is effective from July 12, 2010; and in order to insure safety of imported fresh food products, MOIT requests Customs General Department to instruct sub-Customs Departments/Offices to implement the followings:

Automatic Import License for air shipment of imported fresh, frozen food products specified in the list of products regulated in the above mentioned Circular, is certified in the same manner as issuance of Automatic Import License granted for products imported via land ports; and it is described in Item 1, Article 2 and Item 2, Article3 of the MOIT Circular 24/2010/TT-BCT. The details are:

- The Automatic Import License is valid for 1 month and Customs Office will deduct down by each consignment.
- Bill of Lading is exempted from the Dossier applied for Automatic Import License but traders must submit report on implementation of previously granted Automatic Import License by using Form described in Appendix 5, MOIT circular 24/TT-BCT.

Ministry of Industry and Trade respectfully notify and appreciate coordinations from relevant agencies.

- | | |
|---|----------------|
| Recipients | For Minister |
| - As above | Vice Minister |
| - Ministry of Finance | |
| - Minister (for reporting) | Nguyen Thanh |
| Bien | |
| - MOIT's representative Office in HCMc | Signed/Stamped |
| - Companies registered for automatic licensing for implementation | |
| - Administration and Import-Export Department for filling. | |