## ADDENDUM TO THE REVIEW OF THE COMMON EXTERAL TARIFF (CET) CIRCULAR NO.BD.12237/S.403/T.1/16 OF 4<sup>TH</sup> JULY, 2006 RE: APPROVED FISCAL POLICY MEASURES AND TARIFF AMENDMENTS

Further to the Circular No. BD.12237/S.403/T.1/16 of 4<sup>th</sup> July, 2006 on the Review of the ECOWAS Common External Tariff (CET), the Federal Executive Council has approved the following Fiscal Policy Measures and Tariff adjustments:

## (A) TARIFF CHANGES:

S/N	TRB CHAPTER	ITEMS	H.S.CODES	NEW RATES
:	CHAITER			•,
1	02			
1.	03	Cod (Gadus Morhua, Gadus		
	<i>′</i>	Ogac, Gadus Macrocephalus):		
		Cod Head fit for human	0205 5100 50	10
		consumption	0305.5100.52	10
	· .	Other Cod fish fit for human		
		Consumption	0305.5100.53	20
		Other:		
		Other fish head fit for human		
		consumption	0305.5900.54	10
		<b>1</b>		
		Other fish fit for human		
		consumption	0305.5900.59	20
2.	21	Other:	0303.3700.37	20
		Flavours	2106.9000.91	5
	,	Sacks and		
		Other food PreparationsDenatured Ethanol	2106.9000.99	20
3.	22		2207.2000	5
		Undenatured Ethanol	2207.1000	20
4.	30	Test kits for HIV, malaria,	Various	0
		pregnancy, etc		
5.	32	-Other:		
		Paint based on Polyesters	3208.1000.00	10
		Dry Powder Paints	3209.9000.91	10
		Other Paints	3209.9000.99	20
	•			
				Manufacture to proceed a

5.	33	Mixture of Odoriferous substances of a kind used in food or drinks as well as soap and cosmetic industries	3302.1000-9000	5
7.	35	Adhesives based on Polymers	3506.9100.00	5
3.	38	Chemical for the Treatment of metals (Foundry chemicals)	3824.1000-9000	5
<b>)</b> .	39	Polymers of Ethylene & Propylene in Primary forms: Polyethylene having a specific gravity of less than 0.94	3901.1000	10
		Polyethylene having a specific gravity of less than 0.94 or more	3901.2000	10
		Polymers of propylene or of other Olefins in Primary forms: Propylene	3902.1000-9000	10
		Other Polyester: Unsaturated	3907.9100.00	10
		Other	3907.9900.00	10
10.	39	Of Polymers of ethylene: Woven Sacks & Bags	505.1200.14	20
		Laminated, coated or covered with plastics	3923.2100.22	20 (Prohibited)
		Other: Sacks and Bags Of Other Plastics:	3923.2100.23	20
	2	Woven Sacks or bags laminated coated or covered with plastics	3923.2900.24	20 (Prohibited)
		Other Sacks and Bags	2923.2900.29	20
11.	40	Tyre of a kind used on Buses and Trucks	4011.2000.00	10
12.	48	Paper and Paperboard Coated, impregnated or covered with plastics:	8506.8000.81	10
		Other	4811.5900.00	5

13	49	Transfer(decalcomanias): Transfers (decalcomanias), Vitrifiable	4908.1000.00	5
14.	55	Polyester staple fibre	5503.2000.00 5506.2000.00	5
15.	55	Staple Fibre or Fibre Cement		
16.	73	used for roofing & Ceiling Cans which are to be closed by soldering or crimping	7310.2100.00	5
	73	Thimbles further worked and Top and bottom covers of Tins (Parts of Cans)	7326.9000.19	5
17.	76	Aluminum Extrusion	76044000	
18.	76		7604.1000-2900	20
		(Colour coated /embossed finished coil for roofing sheet): Aluminium Plates, Sheet & Strip, painted, coated or		
		vanished	7606.1100.12	20
		Painted coated or vanished	7606.1200.14	20
		of aluminium not alloyed: Painted, Coated or vanished	7606.9100.92	20
		Other	7606.9100.93	10
		of aluminium alloyed:		
		Painted, coated or vanished	7606.9200.94	20
		Other	7606.9200.99	10
9.	76	Aluminum Cans	7612.9000.91	5
		Other Aluminium Containers	7612.9000.99	20
0.	85	Batteries (Dry Cell):R 20 Type: CKD or Incomplete R.20 battery	8506.8000.81	20
	-	Complete or finished R.20 battery	8506.8000.82	50

21.	94	Stadium Chairs and Car Safety Seats suitable for use for the carriage of infants and toddlers in motor vehicles of other means of transport	9401.8000.81	20
		Other Seats	9401.8000.89	20 (Prohibited)
		-Furniture of Plastics:		
		Baby Walker	9403.7000.71	20
		Other Plastic Furniture	9403.7000.79	20 (Prohibited)
22.	94	Skeletal (Not upholstered or finished) Parts of metal, plastics: Veneer chair shell, Arm guide, Headrest-support, Back frame, height adjustment Device, base sled, seat frame and control mechanism units	9401.9000.91	5
		Other Upholstered or finished parts of seats	9401.9000.99	20 (Prohibited)

## (B) <u>OTHER FISCAL POLICY MEASURES</u>

- (i) <u>Bicycle Rims:</u> Rims shall be imported by recognized members of Bicycle Manufacturers Association of Nigeria for a period of one year only, with specified quantities and duty rate at 50% in order to encourage local initiative in bicycle rims production.
- (ii) <u>VAT Exemption on Motorcycle/Bicycle CKDs:</u> Motorcycle/Bicycle CKD shall be VAT free and are hereby returned to the VAT exemption list to make motorcycles and bicycles more affordable to the rural and urban masses
- (iii) <u>Furniture Parts:</u> The following Furniture parts: shall be removed from Import Prohibition because they are not produced locally and constitute very vital parts of furniture components: veneer chair skeleton/shell, Arm guide, Headrest support, Back Frame, Height Adjustment Device, injection moulded memory, Based Sled (Metal & Plastic), Seat Frame and Control Mechanism unit, for a period of 18 months at 5% duty rate.

- (iv) <u>Baby Diapers:</u> Importation of Baby Diapers HS. Codes 4818.4000 & 5601.1000 shall be allowed for a period of one year only and shall attract 20% duty rate.
- (v) Wire of non alloy steel of a diameter of diameter 0.26mm 5.5mm HS.Codes 7213.2000.21,7213.9100.92, 7213.9900.91, 7217.1000.11, 7217.2000.21, 7217.3000.31 and 7217.9000.91 shall attract 5% duty rate as presently contained in the CET Booklet.
- (vi) Polypropylene Woven/Laminated Sacks and Bags: HS.Codes 3923.2100 made of polymers of Ethylene, HS.Code 3923.29, made of other plastics are hereby prohibited in addition to other sacks of a kind used for packaging, under HS.Codes 6305.3300,6305.3900 due to excess local capacity. This is in accordance with letter reference No. BD.12237/S.25/T6/269 dated 25<sup>th</sup> October, 2006.
- (vii) Clarification on the status of Blanks: Blanks of hand tools including Matchets Blank which fall in the same HS.Code with finished hand tools of HS.Code 8201.1000-8201.9000 have been removed from the import prohibition order. However, only the finished or complete hand tools shall remain banned. The blanks are to attract 10% duty rate.
- (viii) Export Prohibition List: Amendment of the Export Prohibition List Schedule 6
  No.3 to read "Raw Hide/Skin including Wet Blue 4101.2000 4106.9200" by
  removing the word "unprocessed leather", which introduced ambiguity and
  misinterpretation in the implementation of the policy.
- (ix) <u>Industrial Plants and Machinery</u>: Zero percent duty rate on Industrial Plant/machinery under chapters 84, 85 and 90 shall continue for the next one year.
- (x) <u>Semi-Finished Dry Cell Batteries:</u> In order to support the revival of the Dry Cell Battery Industries, semi finished batteries which have the essential characters of complete battery shall attract duty rate of 20% for 18 months, as against finished batteries which attract 50%.
- (xi) <u>Printed Aluminum Foils:</u> Printed Flexible aluminium foils of HS.Codes 7607.1900.11 and 7607.2000.21 imported by Pharmaceutical Manufacturers shall attract 5% duty rate. However, other importers shall continue to pay 50% duty rate.
- 2. A grace period of 90 days which shall expire on the 28<sup>th</sup> February, 2007 was also approved for the new duty rates to enable all importers who have opened form 'M' and

must have entered into irrevocable trade agreement before the release of this circular, process and clear their goods at the prevailing duty rates. However, any new import transaction entered into within the grace period shall pay the new duty rate

- 3. Please note that the tariff changes and Fiscal Policy Measures take effect from the date of this circular, 28th November, 2006.
- 4. Please ensure strict compliance.

Mrs. Nenadi E. Usman Honourable Minister of Finance

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