

**Circular of the Ministry of Finance and the State Administration of  
Taxation concerning Lowering the Export Rebate Rates for Some  
Commodities**

Each department (bureau) of public finance, and state taxation bureau of each province, autonomous region, municipality directly under the Central Government and each city specifically designated in the state plan:

The export rebate rates for some commodities have been adjusted upon approval of the State Council. The related matters are hereby noticed as follows:

1. Cancel the export tax rebates for the following commodities:

- (1) Endangered animals and plants, and their products;
- (2) The mineral products such as salt, solvent naphtha, cement, liquefied propane, liquefied butane and liquefied petroleum gas;
- (3) Fertilizer (not including urea and diammonium phosphate for which the tax rebates have been cancelled);
- (4) Chemical product such as chlorine, dyestuffs (excluding fine chemical products);
- (5) Metal carbides and activated carbon products;
- (6) Leather;
- (7) Some wood boards and one-off wood products;
- (8) Ordinary plain carbon welded pipe products (excluding petroleum casing pipes);
- (9) Simple products processed from nonferrous metals such as non-alloyed aluminum bars;
- (10) Segmented vessels and non-motor vessels.

See Appendix 1 for the names and HS codes of the specific commodities.

2. Lower the rates of export tax rebate for the following commodities:

- (1) The rate of export tax rebate for vegetable oil shall be lowered to 5%;
- (2) The rate of export tax rebate for some chemical products shall be lowered to 9% or 5%;
- (3) The rate of export tax rebate for plastic, rubber and their products shall be lowered to 5%;
- (4) The rate of export tax rebate for boxes shall be lowered to 11%, and the rate of export tax rebate for other leather and fur products shall be lowered to 5%;
- (5) The rate of export tax rebate for paper products shall be lowered to 5%;
- (6) The rate of export tax rebate for garments shall be lowered to 11%;
- (7) The rate of export tax rebate for shoes, caps, umbrellas, and feather products, etc. shall be lowered to 11%;
- (8) The rate of export tax rebate for some stone materials, ceramic, glass, pearls, jewelries, precious metals and their products shall be lowered to 5%;
- (9) The rate of export tax rebate for some steel products (petroleum casing pipes excluded) shall be lowered to 5%, but the oceanographic engineering structures for domestic sale as stipulated in the "Circular of the Ministry of Finance and the State Administration of Taxation Concerning the Application of VAT Rebate to Oceanographic Engineering Structures" (Cai Shui [2003] No. 46) shall still be governed by the original rate of tax rebate;

(10) The rate of export tax rebate for other base metals and their products (not including export rebates commodities which have been cancelled or which are being cancelled, as well as aluminum foils, aluminum pipes and aluminum structures, etc.) shall be lowered to 5%;

(11) The rate of export tax rebate for planers, slotting machines, cutting machines, and broaching machines, etc. shall be lowered to 11%, and the rate of export tax rebate for diesel engines, pumps, fans, exhaust valves and the parts thereof, rotary furnaces, coke furnaces, sewing machines, staplers, golf carts, over-snow vehicles, motorcycles, bicycles, trailers, elevators and the parts thereof, faucets, soldering machines, etc. shall be lowered to 9%;

(12) The rate of export tax rebate for furniture shall be lowered to 11% or 9%;

(13) The rate of export tax rebate for clocks, watches, toys and other miscellaneous products, etc. shall be lowered to 11%;

(14) The rate of export tax rebate for some wood products shall be lowered to 5%;

(15) The rate of export tax rebate for viscose fiber shall be lowered to 5%.

See Appendix 2 for the names and HS codes of the specific commodities.

3. The following commodities shall be duty free when exported:

Peanut kernels, canvas, decorative carved boards, postage stamps, duty stamps, etc.

See Appendix 3 for the names and HS codes of the specific commodities.

#### 4. Implementation Time

The export rebate rates which have been adjusted for the commodities mentioned above shall be enforced as of July 1, 2007. The specific implementation time shall be the date of export as indicated on the customs' "Declaration Form for the Export of Goods (specially used for export rebates)".

The original rebate rate shall be permitted to continue to apply to the export enterprise if it has signed a vessel export contract relating to cancelled export rebates before July 1, 2007, and brought the export contract (original copy and counterpart) to the taxation authority responsible for export rebate taxes for registration and archival filing before July 20, 2007, the export tax rebate treatment shall be considered as having been cancelled in case it fails to handle the procedures for archival filing before July 20, 2007.

For the export equipment and building materials involved in a long-term foreign contracted engineering project for which an export enterprise eligible for foreign contracted engineering won the bid before July 1, 2007 or in a contract for long-term foreign contracted engineering including an unchangeable price which the enterprise concluded before July 1, 2007, the original export tax rebate rate shall be permitted to continue applying to the enterprise if the effective bid-winning certificate (original copy and duplicate), or the concluded contract for long-term foreign contracted engineering (original copy and duplicate) and the list of engineering estimation had been bought by the enterprise to the taxation authority responsible for export tax rebates for registration and archival filing before July 20, 2007. The adjusted export tax rebate policies shall apply if it fails to handle the procedures for archival filing before July 20, 2007.

#### Appendixes:

1. List of Commodities the Export Rebates of Which Are Cancelled (omitted)
2. List of Commodities the Export Rebate Rates of Which Are Lowered (omitted)
3. List of Commodities Which Will be Duty Free (omitted)

The Ministry of Finance  
 The State Administration of Taxation  
 June 19, 2007

1. List of Commodities the Export Rebates of Which Are Cancelled

No.	Code of Commodity	Name of Commodity	Export Rates Adjusted As	Rebate are
1	101101010	Live endangered mustang for pure-bred breeding	0	
2	101102010	Live endangered dzigettaï for pure-bred breeding	0	
3	101901010	Live endangered mustang not for pure-bred breeding	0	
4	101909010	Live endangered dzigettaï not for pure-bred breeding	0	
5	102100010	Live endangered urus for pure-bred breeding	0	
6	106191010	Other live endangered wild mammals for pure-bred breeding (including artificial domesticated and artificial propagated wild mammals)	0	
7	106192010	Other edible endangered wild mammals (including artificial domesticated and artificial propagated wild mammals)	0	
8	106199010	Other endangered wild mammals (including artificial domesticated and artificial propagated wild mammals)	0	
9	106391010	Other live endangered wild fowls for pure-bred breeding (Including artificial domesticated and artificial propagated wild fowls)	0	
10	106392910	Other edible endangered wild Fowls (Including artificial domesticated and artificial propagated wild fowls)	0	
11	106399010	Other endangered wild fowls (Including artificial domesticated and artificial propagated wild fowls)	0	
12	106901110	Tadpole and young frogs, for pure-bred breeding	0	
13	106901910	Other live endangered wild animals for pure-bred breeding (including artificial domesticated and artificial propagated wild mammals)	0	

14	106902010	Other edible endangered wild animals (including artificial domesticated and artificial propagated wild mammals)	0
15	106909010	Other endangered wild animals (including artificial domesticated and artificial propagated wild mammals)	0
16	205000010	Fresh, chilled or frozen meat of endangered mustang and dzigetai	0
17	208109010	Meat and edible offal of fresh, chilled or frozen endangered hare (other than head)	0
18	2081090101	Meat and edible offal of fresh, chilled or frozen endangered hare	0
19	2081090102	Sliced endangered hare meat	0
20	208909010	Meat of other fresh, chilled or frozen endangered wild animals	0
21	210200010	Dried, smoked and salted meat of endangered urus	0
22	210990010	Dried, smoked and salted meat and offal of other endangered animals (including the powder and meal of edible meat or offal)	0
23	301100060	Other live endangered ornamental fish	0
24	301931010	Endangered common carp fly	0
25	301939010	Live endangered common carp	0
26	301991910	Other endangered fish fly	0
27	301999910	Other endangered live fish	0
28	302699010	Other unlisted endangered fresh and frozen fish (other than fish livers and roes)	0
29	302700010	Fresh or chilled livers and roes of endangered fish	0
30	303799010	Other unlisted endangered frozen fish (other than fish livers and roes)	0
31	303800010	Frozen livers and roes of endangered fish	0
32	304190010	Fresh or frozen fish fillets, and other fish meat of other endangered fish (whether or not minced or not)	0
33	304299010	Forzen fish fillets of other endangered fish (whether or not minced or not)	0
34	304990010	Other froezn fish meat of endangered fish (whether or not minced or not)	0
35	305200010	Dried, smoked and salted livers and roes of endangered fish	0
36	3052000101	Dried, smoked and salted livers and roes of endangered fish that imposed at 13%	0

37	3052000102	Cooked dried, smoked and salted livers and roes of endangered fish that imposed at 17%	0
38	305300010	Dried or salted fish fillets of endangered fish (other than smoked)	0
39	3053000101	Dried or salted fish fillets of endangered fish that imposed at 13%	0
40	3053000102	Dried or salted fish fillets of endangered fish that imposed at 17%	0
41	305599010	Other dried fish fillets of endangered fish (whether or not salted but other than smoked)	0
42	305699010	Other salted and in brine endangered fish (other than salted or smoked)	0
43	307601010	Endangered snails o/t sea snails for cultivation	0
44	307609010	Other endangered snails o/t sea snails, excl for cultivation	0
45	307911010	Endangered aquatic invertebrates, nes, for cultivation (other than crustaceans)	0
46	307919910	Other endangered live, fresh and chilled aquatic invertebrates (other than abalone)	0
47	307999010	Other frozen, dried and salted endangered aquatic invertebrates (including the powder and pellets of aquatic invertebrates for human consumption)	0
48	3079990101	Other frozen, dried and salted endangered aquatic invertebrates	0
49	3079990102	Other frozen, dried and salted endangered aquatic invertebrates that imposed at 17%	0
50	407001010	Endangered wild fowl eggs for pure-bred breeding	0
51	407002910	Other fresh endangered wild fowl eggs in shell	0
52	407009910	Other salted or cooked endangered wild fowl eggs in shell	0
53	4070099101	Other salted or cooked endangered wild fowl eggs in shell	0
54	4070099102	Other salted or cooked endangered wild fowl eggs in shell, in airtight containers, imposed at 17%	0
55	410009010	Other unlisted endangered wild animal products (edible)	0
56	502901910	Endangered badger and other brush making hair	0
57	5029019101	Endangered badger and other brush making	0

		hair	
58	5029019102	Endangered badger and other brush making hair imposed at 17%	0
59	502902010	Endangered badger and other brush making hair waste	0
60	505100010	Endangered wild fowl raw feathers and down for stuffing (only washing, disinfection and other treatment but not for further processing )	0
61	5051000101	Endangered wild fowl raw feathers and down for stuffing	0
62	5051000102	Endangered wild fowl raw feathers and down for stuffing, imposed at 17%	0
63	505909010	Other endangered wild fowl raw feathers and down (including skins and other parts of birds with feathers or down)	0
64	5059090101	Other endangered wild fowl raw feathers and down	0
65	5059090102	Other washed endangered wild fowl raw feathers and down, imposed at 17%	0
66	507100020	Other endangered wild ivory, and its powder and waste	0
67	508001010	Powder and crushed aggregates of coral and other endangered marine products (including the powder and waste of molluscs, crustaceans and echinodermata)	0
68	508009010	Shells and bones of coral and other endangered marine products (including the shells and cuttlebone of molluscs, crustaceans and echinodermata)	0
69	510009010	Bile and other products of other endangered wild animals (whether or not dried, fresh, chilled, forzen or temporarily conversed by other methods)	0
70	511100010	Endangered wild bovine semen	0
71	511911110	Germ cell of endangered fish	0
72	511911910	Inedible products of endangered fish (including fish maw )	0
73	511919010	Products of endangered aquatic invertebrate (including crustaceans,molluscs and dead animals of chapter 3)	0
74	511991010	Semen of endangered wild animals (other than bovine semen)	0
75	511992010	Endangered wild animal embryo	0

76	511999010	Other unlisted endangered wild animal products (including dead animals of Chapter 1 not edible for human)	0
77	601109191	Seeding dormant endangered plant bulbs (including corms, collars, tubers, rhizomes)	0
78	601109991	Other dormant endangered plant bulbs (including corms, collars, tubers, rhizomes, tuberous roots)	0
79	601200091	Bulbs, tubers, tuberous roots, cormms, crowns an rhizomes (including bulbs, collars, corms, tuberous roots, and chicory plants)	0
80	602100010	Unrooted cuttings and slips of endangered plants	0
81	602909991	Other live endangered plants (other than for seeding)	0
82	603190010	Fresh endangered plant cut flowers and buds (for bouquet or ornamental purpose)	0
83	603900010	Dried, dyed, bleached or otherwise prepared endangered cut flowers and buds (for bouquet or ornamental purpose, other than fresh)	0
84	604910010	Fresh parts of endangered plants (without flowers/buds,for ornamental purpose)	0
85	604990010	Dyed or prepared parts of endangered plants (without flowers or buds. for ornamental purposes)	0
86	714909091	Other endangered roots or tubers with high starch or alantin content (including sago, whether or not sliced or pellet , fresh, chilled, forzen or dried)	0
87	802903020	Other fresh or dried endangered shelled pine nuts	0
88	802909020	Other fresh or dried endangered shelled pine nuts (whether or not shelled or peeled)	0
89	811909022	Other forzen endangered pine nuts	0
90	812900022	Other endangered pine nuts temporarily conserved (treated by sulfur dioxide gas, salt water and other substances, but not suitable for direct eating)	0
91	1211903991	Other fresh or dried endangered plants mainly used for spicery (including its parts, whether or not cutted, crushed or grinded)	0

92	1211905091	Endangered plants mainly used for flavoring(including its parts, whether or not cutted, crushed or grinded)	0
93	1211909991	Other fresh or dried endangered plants for insecticides (whether or not cutted, crushed or grinded)	0
94	1212999910	Other endangered plant products for human consumption (including non-baked cichory root, and core and nut)	0
95	1301904010	Pine resin of endangered pinaceae plants	0
96	1301909091	Natural gum and resin of other endangered plants (including natural gum and resin and other oleoresin (such as glycosidal resin)	0
97	1302199013	Endangered plant juice and extract used for preparing agricultural chemical	0
98	1302199097	Other endangered plant juice and extract	0
99	1302390010	Unlisted endangered plant glue solution and thickening agent	0
100	1401200010	Endangered rattan	0
101	1504300010	Oils, fats and their fractions of endangered mammals (only marine)	0
102	1506000010	Fatts prepared from other endangered animals (including those taking hippo, bear, hare and turtle as raw materials and	0
103	1601001010	Meat, offal and blood-made natural casing sausage of endangered wild animals (including No.0208 wild animals and likes)	0
104	1601002010	Meat, offal and blood-made natural casing sausage of endangered wild animals (including No.0208 wild animals and likes)	0
105	1601003010	Ssausage products based on contents of endangered wild animals (including No.0208 wild animals )	0
106	1602100010	Homogenized products containing the contents of endangered wild animals (referring to produts refined and homogenized by meat, edible offal or animal blood in retailing package)	0
107	1602501010	Cans containing meat of endangered urus	0
108	1602509010	Prepared endangered urus and offal in airtight containers	0
109	1602901010	Prepared other endangered wild animals and offal in airtight containers	0

110	1602909010	Prepared or preserved of other endangered wild animal meats (including offal and blood)	0
111	1603000010	Meats containing endangered wild animals and fish (referring to No.0208 and 030192 wild animals and fish)	0
112	1604199010	Prepared or preserved endangered fish (whole or sliced, but not minced)	0
113	1604201910	Non-whole or sliced endangered fish in air tight containers (other than shark fin)	0
114	1604209910	Other prepared or preserved endangered fish (non-whole, non-sliced, non-canned. other than shark fin)	0
115	1605909010	Other prepared or preserved endangered mollusk (including other aquatic invertebrates)	0
116	2106903010	Royal jelly preparations containing endangered plant contents	0
117	2106909910	Other unlisted foods containing endangered plant contents	0
118	2202100010	Flavoured and sweetened other mineral waters containing endangered plant extracts (including mineral water and soda water)	0
119	2202900011	Bulk non-alcoholic beverages containing endangered plant extracts (excluding No.2009 fruit juice or vegetable juice)	0
120	2202900091	Bulk non-alcoholic beverages containing endangered plant extracts (excluding No.2009 fruit juice or vegetable juice)	0
121	2208909021	Tuber distilled liquor containing endangered plant extracts	0
122	2208909091	Other distilled liquor and alcoholic beverages containing endangered wild animal and plant contents	0
123	25231000	Cement clinkers	0
124	25232100	White cement, whether or not artificially coloured	0
125	25232900	Other portland cement	0
126	25233000	Aluminous cement	0
127	25239000	Other hydraulic cements	0
128	27071000	Benzole	0
129	27072000	Toluole	0
130	27073000	Xylole	0
131	27074000	Naphthalene	0