

Voluntary Report – Voluntary - Public Distribution

Date: November 17, 2021

Report Number: VM2021-0097

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

Country: Vietnam

Post: Hanoi

Report Category: Grain and Feed, Livestock and Products, Oilseeds and Products, Planting Seeds

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Report Highlights:

The Government of Vietnam (GVN) issued Decree 101/2021/ND-CP on November 15, 2021, revising Most-Favored-Nation (MFN) tariff rates on corn, wheat, pork, and planting seeds. Vietnam will eliminate the MFN duty for all classes of wheat and select planting seeds, lower the MFN corn tariff to two percent, and lower the frozen pork tariff to ten percent. The corn, wheat, and planting seeds tariffs will go into effect on the same date the Decree enters into force, December 30, 2021, while the lower tariff rate for frozen pork will be effective on July 1, 2022.

Summary

On November 15, 2021, the GVN issued Decree 101/2021 revising and supplementing Decree 57/2020 dated May 25, 2020, on the schedule of export tariffs, preferential import tariffs, list of goods, flat tariffs, compound tariffs, and out-of-quota import tariffs.

The new MFN tariff reductions apply to corn (harmonized system code (HS - 1005.90.90), going from five percent to two percent and frozen pork (HS - 0203.21.00; 0203.22.00; 0203.29.00) from 15 percent to ten percent. Vietnam also eliminated the tariff for all classes of wheat, including durum. Select planting seeds including castor, sesame, mustard, safflower, melon, poppy, illipe, and palm also had their tariffs eliminated when they are imported for the purpose of planting. The Decree will enter into force on December 30, 2021. While the tariff reductions for planting seeds, wheat, and corn will enter into force at the same time as the Decree, the MFN tariff reduction for frozen pork is on a delayed schedule and will enter into force on July 1, 2022.

Vietnam Agricultural MFN Tariff Reduction Summary

HS Code	Agricultural Product	MFN Tariffs under Decree 57/2020 (percent)	New MFN Tariffs under Decree 101/2021 (percent)
10011100 10011900 10019100 10019911 10019912 10019919 10019991 10019999	Wheat	3	0
10059090	Corn	5	2
02032100 02032200 02032900	Frozen Pork	15	10
12073000 12074090 12075000 12076000 12079100 12079940 12079950 12079990	Planting Seeds	10 5 5 10 10 10 10 10	0

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

Decree 101/2021 (in Vietnamese) can be accessed here:

http://vanban.chinhphu.vn/portal/page/portal/chinhphu/hethongvanban?class_id=1&_page=1&mode=detail&document_id=204475

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

Attachments:

No Attachments.