HUNGARY - TRADE MEASURES TAKEN FOR
BALANCE-OF-PAYMENTS PURPOSES

Addendum

The following communication, dated 25 January 1983, has been received from the delegation of Hungary.

Referring to the Hungarian notification L/5363 on trade measures taken for balance-of-payments purposes, dated 1 September 1982, I am submitting, attached hereto, the English translation of the relevant measures in force.
Excerpts from

Instruction

No. 119/1982./PK.20./PM
of the Minister of Finance

on the implementation of Decree No. 23/1982./VI.1./
of the Minister of Finance on the rules for the use
and accounting of components

§ 1

The rules on the use and accounting of components imported from convertible currency sources /hereinafter called: components/
shall be applied in the scope defined in Article 1 of Decree No. 23/1982./VI.1./PM.

§ 2

Under this Instruction, the following products shall be regarded components: products of machine industry, those of plastics and rubber industry, not used as primary commodities during the production process /principal product group No. ITJ 25-27/, imported from convertible currency sources by companies or publicly financed organizations for the following purposes:

a/ repair, maintenance or renewal of fixed assets and other properties operated by them /hereinafter called: spare parts/,
b/ their incorporation in products manufactured for sale /hereinafter called: productive parts/,
c/ their sale.

§ 3

Surcharge shall be paid on the importation of components specified in para. 2 by companies or publicly financed organizations liable to pay a petition charge upon application for import licence.
§ 4

The basis of the surcharge is the customs value, and its rate is 20 per cent.

§ 6

The surcharge shall not be calculated in the price, it shall not be taken into account as a price formation element by companies or in profit-oriented activities of publicly financed organizations. The profit according to the balance sheet shall not be reduced with the amount of surcharge; the amount of surcharge shall be taken into account at the calculation of profits, for the purpose of determining the company's general profit tax obligations.

§ 12

In case of spare parts, the declaration and payment of the surcharge from the development fund shall be effected on the basis of self-declaration. In case of non-observance of the rules, to the measures to be taken, the following regulations shall be applied: rules on financial control, procedures on tax administration of enterprises and general rules on the procedure of state administration.

§ 13

This Instruction shall enter into force on 1st January, 1983.

István Hetényi

Minister of Finance
Note on the untranslated paragraphs of the present Instruction:

para. 5 deals with the modalities of the payment of surcharge; paragraphs 7, 8, 9, 10 and 11 regulate the accounting technique of the payment of import surcharge.
Annex to Instruction No. 119 /1982./PK.20./PM

No surcharge shall be paid on:

- parts imported and cleared in temporary admission /according to Joint Decree No. 39/1976./XI.10./PM-KKM, para. 47 to 54/;

- parts stored in consignment warehouse /according to Joint Decree No. 39/1976./XI.10./PM-KKM, para. 38, sub-para. 3/;

- parts obtained free of charge for purposes of repair under guarantee /imported in accordance with Joint Decree No. 39/1976./XI.10./PM-KKM, para. 82, sub-para. 1/;

- parts imported from the countries enumerated in Joint Decree No. 1/1978./I.14./PM-KKM, in para. I, sub-para. /B/, as well as parts which are exempt from duty. /1/

Note:

/1/ These countries are the least developed developing countries.
INSTRUCTION
No. 14/1982/KkÉ.1/1983/KKM
of the Minister of Foreign Trade
on the establishment of import quotas

Article 1
For certain imported goods, annual import quotas are established.

Article 2
The following imports shall not be subject to quotas:
a/ imports from non-convertible currency sources, and
b/ goods imported from the least developed developing countries.

Article 3
The goods subject to import quotas and the import quotas are listed in a separate Communication.

Article 4
Applications for licences for goods falling under import quotas shall be presented in accordance with Decree No. 3/1977/23.VII./KKM on the licensing of the foreign trade of goods, services and rights representing material value, as well as according to Directive No. 10/1977/KkÉ.1./KKM on its implementation.

Article 5
This Instruction shall enter into force on the day of its promulgation, its provisions shall be applied from 1st January, 1983.

Péter Veress
Minister of Foreign Trade
Communication

on the import quotas for 1983

According to Instruction No. 14/1982/KkÉ.1/1983/KKM on the establishment of import quotas, the import quotas for 1983 are the following:

Office equipment and requisites

Aniline colours, auxiliary chemical materials for the textile, leather and fur industries

Motor vehicle tyres

of which:

- tyres for passenger motor-cars and for trucks size 7 x 9
  - 30,000 pcs.

- tyres for lorries, buses and other trucks 45,000 pcs.

PVC powder and hard granules

Polystyrene and styrene copolimers

Fertilizers /in active ingredient/

- Nitrogen
- Phosphore
- Kalcium

Plant protection chemicals and their active ingredients

Paper, cardboard

Protein fodder of animal and vegetable origin

Fodder concentrate

Animal feed phosphate

Chemicals intended for use as feed

Ministry of Foreign Trade