Free Trade Agreement



FACT SHEET – FRUIT AND VEGETABLE JUICES; PREPARED AND PROCESSED FRUITS, NUTS AND VEGETABLES

ASEAN is a valuable market for Australian processed fruit and vegetables and fruit and vegetable juices, particularly for orange, apple and grape juice and juice mixtures, and is worth about \$22 million in average annual exports. All tariffs on these products will be bound at 0% on entry-into-force (EIF), or phase to 0%, under AANZFTA in most ASEAN countries (including Brunei, Indonesia, Malaysia, the Philippines and Vietnam). Burma will reduce almost all tariffs to 5%, and Laos and Cambodia will phase most tariffs to 0% or low rates, but will exclude some lines from tariff commitments. These commitments will ensure the maintenance of current market access in ASEAN countries and enhance this access.

Australia's Major Exports to ASEAN (Australian Produce)

Product (HS Ch 20)	Exports to ASEAN	Exports to ASEAN as Percentage of Australia's
		Total Exports of Each Product
		3 Year Average 2006-
	3 Year Average 2006-2008 (\$A million)	2008 %
Jams, jellies, fruit or nut purees and pastes (HS 2007)	3.9	24.3
Mixtures of fruit or vegetable juices (HS 2009.90)	4.0	12.5
Fruit, prepared or preserved (HS 2008.20 – 99)	2.6	4.1
Orange Juice, fresh or frozen (HS 2009.11, 12, 19)	2.6	17.0
Apple juice (HS 2009. 71, 79)	1.7	21.6
Vegetables, prepared or preserved (HS 2004 – 2005)	1.6	5.4
Grape juice, incl. must (HS 2009. 61, 69)	1.4	10.9
Other	3.6	5.1
Total	21.5	8.7

Summary of Outcomes

Australia

- Fruit and vegetable juices: tariffs bound at 0% at EIF, except for 2 lines on which 5% tariffs are eliminated in 2010 (frozen orange juice, juice of any 'other' fruit or vegetable);
- **Processed and preserved fruit and vegetables:** tariffs bound at 0% at EIF, except for 2 lines on which 5% tariffs are eliminated in 2010: homogenised vegetables and 'other' preserved vegetables and mixtures of vegetables.

Brunei

- Fruit and vegetable juices: tariffs bound at 0% at EIF
- Processed and preserved fruit and vegetables: tariffs bound at 0% at EIF.

Burma

- Fruit and vegetable juices: tariffs of 15% reduce to 10% in 2022 and to 5% in 2023, except 1 line (mixtures of juices) which reduces to 10% in 2022 and to 5% in 2024.
- Processed and preserved fruit and vegetables: tariffs of 15% reduce to 10% in 2022 and to 5% in 2023.

Cambodia

- Fruit and vegetable juices: 17 tariff lines at 35%, of which 9 lines excluded from tariff comments; tariffs on 7 lines phase to 0% between 2013 and 2021; tariff on 1 line reduces to 30% in 2018 then phases to 5% in 2024.
- Processed and preserved fruit and vegetables:
 - 4 tariff lines at 7%:
 - o 1 line phases to 0% between 2019 and 2021 (glace or crystallised citrus fruit)
 - o 2 lines bound at 7% (homogenised fruit preparations);
 - 1 line excluded from tariff commitments (other fruit, vegetables, nuts etc preserved by sugar).
 - 68 tariff lines at 35%
 - o 3 lines excluded from tariff commitments ('other' preserved vegetables),
 - o 2 lines bound at 7%;
 - 4 lines bound at 35% (prepared/preserved onions, tomato paste, shelled beans, 'other' vegetable preparations);
 - 5 lines phase to 5% between 2018 and 2025 (tomato paste, canned pineapple);
 - o Remaining lines phase to 0% between 2011 and 2021 or 2018 and 2021.

Indonesia

- Fruit and vegetable juices: tariffs phase to 0% by 2010, 2020 or 2023.
 - Orange juice, not frozen (of a Brix value not exceeding 20), grapefruit, pineapple juice: 5% tariffs eliminated in 2010;
 - Tomato, grape, mixtures of juices: 5% tariffs phase to 0% by 2020;
 - Frozen orange juice, orange juice, not frozen, of a Brix value exceeding 20, apple juice: 5% tariffs phase to 0% by 2023.
- Processed and preserved fruit and vegetables:
 - tariffs 89 lines with tariffs of 5%; tariffs eliminated on 75 lines in 2010; tariffs on 14 lines phase to 0% between 2015 and 2020 or 2022

Laos

- Fruit and vegetable juices: tariffs of 30% phase to 0% between 2013 and 2021.
- Processed and preserved fruit and vegetables: 89 lines at 30%; tariffs phase to 0% on 72 lines between 2013 and 2021; tariffs on 17 lines phase to 5% between 2020 and 2025.

Malaysia

- Fruit and vegetable juices: tariffs phase to 0% by 2020.
 - Fresh and frozen orange, grapefruit and other citrus juices, tomato juice: tariffs at 0%, 5% and 6% bound at 0% at EIF;
 - Other juices: tariffs of 5%, 6% and 8% eliminated on EIF or phase to 0% by 2011:
 - Mixtures of juices: 10% tariff phase to 0% by 2011.
 - Pineapple juice: 30% tariff phases to 0% by 2020
- Processed and preserved fruit and vegetables: tariffs between 0% and 20% are bound or eliminated at EIF, or phase to 0% by 2010 or 2011.

New Zealand

- Fruit and vegetable juices: tariffs eliminated on EIF on all but 2 lines (1 at 6.5% and 1 at 7%), which are eliminated in 2010.
- Processed and preserved fruit and vegetables: tariffs eliminated on EIF on all but 3 lines (2 at 5% and 1 at 6.5%), which are eliminated in 2010.

Note: Australia already benefits from bound 0% tariffs under ANZCERTA.

Philippines

- Fruit and vegetable juices: tariffs phase to 0% by 2010, 2011 or 2012.
 - **Grape juice:** 3% tariff eliminated in 2010.
 - Frozen orange juice; grapefruit juice: 7% tariffs phase to 0% by 2011;
 - Other citrus, pineapple, tomato, other single fruit or vegetable juice, mixtures of juices: 10% tariffs phase to 0% by 2012;
- **Processed and preserved fruit and vegetables:** tariffs between 1% and 15% on 89 lines are eliminated or phase to 0% between 2010 and 2013 or 2015.

Singapore

Fruit and vegetable juices; processed and preserved fruit and vegetables: tariffs bound at 0% on EIF

Note: these tariff commitments the same as in SAFTA

Thailand

- Fruit and vegetable juices: tariffs phase to 0% in 2010 or 2013.
 - Frozen orange juice; grapefruit, apple, grape, other juices with brix value exceeding 20: 10% tariffs phase to 0% by 2010;
 - Other orange, grapefruit, tomato, apple, grape, other single fruit or vegetable juices, mixtures: 30% tariffs phase to 0% by 2013.
- Processed and preserved fruit and vegetables: tariffs at 30% phase to 0% from EIF or 2010 and 2013; tariff at 30% on 3 lines (prepared or preserved potatoes) eliminated in one step in 2020.

Note: Tariffs on these items are eliminated earlier Under TAFTA

Vietnam

- Fruit and vegetable juices: 40% tariffs phase to 0%, by 2018, 2019 or 2020.
 - Orange juice, fresh, brix exc. 20; apple juice, Brix exc. 20; blackcurrant juice: 40% tariffs phase to 0% by 2019;
 - Mixtures of juices, grape juice exc. Brix 20: 40% tariffs phase to 0% by 2020;
 - All other juices: 40% tariffs phase to 0% by 2018.
- Processed and preserved fruit and vegetables: tariffs of 40% and 50% all phase to 0% between EIF or 2010 and 2018, except for 1 line (homogenised jams, jellies etc) which phases to 0% between 2010 and 2019.