

# STIPULATION OF BENCHMARK PRICES FOR CALCULATION OF FOREST ROYALTY (PSDH)

(Decree of the Minister of Industry and Trade No. 436/MPP/Kep/7/2004 dated July 9, 2004)

THE MINISTER OF INDUSTRY AND TRADE,

Considering:

- a. that since the validity period of benchmark prices for calculation of Forest Royalty (PSDH) of wood and rattan as stipulated in Decree of the Ministry of Industry and Trade No. 736/MPP/Kep/12/2003, which constitutes the implementation of the provision in Article 3 of Government Regulation No. 59/1998 tariffs of non-tax state revenues effective within the Ministry of Forestry and Plantation as already amended by Government Regulation No. 74/1999 already expired, it is necessary to re-stipulate benchmark prices;
- b. that in relation thereto, it is necessary to issue a decree of the Minister of Industry and Trade;

In view of:

1. Government Regulation No. 51/1998 (**BN No. 6159 pages 9A-11A**) on forest royalty (Statute Book of 1998 No. 84, Supplement to Statute Book No. 3759);
2. Government Regulation No. 59 /1998 (**BN No. 6236 pages 1A-5A etc.**) on tariffs of non-tax state revenues effective within the Ministry of Forestry and Plantation as already amended by Government Regulation No. 74/1999 (**BN No. 6399 pages 4A-6A**);
3. Presidential Decree No. 260/1967 on the affirmation of tasks and responsibility of the Minister of Trade in the foreign trade sector;
4. Presidential Decree No. 228/M/2001 (**BN No. 6650 pages 29A-30A**) on the establishment of the Mutual Cooperation Cabinet;
5. Presidential Decree No. 102/2001 on the status, tasks, functions, authority, organizational structures and working arrangements of ministries;
6. Presidential Decree No. 109/2001 on first-echelon organizational units and tasks of ministries;
7. Decree of the Minister of Industry and Trade No. 86/MPP/Kep/3/2001 on the organization and working arrangement of the Ministry of Industry and Trade;

Observing:

The agreement at the inter-departmental meeting between institutions and associations concerned on June 24,,2004 on stipulation of Benchmark Prices of Forest Royalty (HP-PSDH).

DECIDES :

To stipulate :  
THE DECREE OF THE MINISTER OF INDUSTRY AND TRADE

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ON STIPULATION OF BENCHMARK PRICES FOR CALCULATION OF FOREST ROYALTY (PSDH) OF WOOD AND RATTAN.

Article 1

- (1) Forest royalty or resources royalty provision is a levy imposed as substitute to the intrinsic value of the products collected from state forests.
- (2) Benchmark prices for calculation of PSDH are based on market prices, which constitute the average weighted prices of forest products effective on the domestic and international markets.

Article 2

- (1) Benchmark prices for calculation of PSDH of wood and rattan are stipulated as contained in the attachment to this decree.
- (2) The benchmark prices as meant in paragraph (1) are effective as from the date of stipulation of this decree up to December 31, 2004.

Article 3

- (1) Benchmark prices for calculation of PSDH as from July 1, 2004 up to the date stipulated in this decree apply the benchmark prices as stipulated in Decree of the Minister of Industry and Trade No. 736/MPP/Kep/12/2003.
- (2) In the case of the validity period of benchmark prices already expiring on the basis of this decree and new benchmark prices for calculation of PSDH being not yet stipulated, the benchmark prices as contained in the attachment to this decree are used for calculating PSDH until the new benchmark prices for calculating PSDH are stipulated.

Article 4

This decree comes into force as from the date of stipulation.

For public cognizance, this decree shall be published by placing it in State Gazette of the Republic of Indonesia.

Stipulated in Jakarta

On July 7, 2004

THE MINISTER OF INDUSTRY AND TRADE

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RINI M SUMARNO SOEWANDI

**ATTACHMENT**

STIPULATION OF BENCHMARK PRICES FOR CALCULATION OF FOREST ROYALTY (PSDH) OF WOOD AND RATTAN

DESCRIPTIONS . . . . .

| DESCRIPTIONS OF GOODS   | STANDARD PRICE (RP) | UNIT |
|---|---------------------|------|
| A. WOOD   |                     |      |
| I. ROUND WOOD   |                     |      |
| a) Meranti and mixed forest wood  |                     |      |
| 1. Woods originating from Region I (Sumatera, Kalimantan, Sulawesi and Maluku)  |                     |      |
| a. Meranti woods  | 500,000             | M3   |
| b. Mixed forest wood  | 300,000             | M3   |
| 2. Woods originating from Area II (Papua, Nusa Tenggara and Bali)   |                     |      |
| a. Morantee woods   | 414,000             | M3   |
| b. Mixed forest wood  | 221,000             | M3   |
| b) Woods other than morantee and mixed forest wood  |                     |      |
| 1. Pretty wood with no diameter (including black mangrove, white wood, and ironwood)  | 905,000             | M3   |
| 2. Torremt Wood (Area I)  | 360,000             | M3   |
| 3. Torremt Wood (Area II)   | 265,000             | M3   |
| c) Other woods :  |                     |      |
| 1. Woods originating from Area I (Mentaos wood, kisereh, perupuk, Hopea celebia, belangeran, and Scolodocarpus borneensis)  | 500,000             | M3   |
| 2. Woods originating from Area II (Mentaos wood, kisereh, perupuk, Hopea celebia, belangeran, and Scolodocarpus borneensis) | 414,000             | M3   |
| II. SMALL ROUND WOOD  |                     |      |
| Ineffective for paragraph I.b.1 and I.c :   |                     |      |
| a. Diameter : < 30 cm   | 204,000             | M3   |
| b. Cerucuk  | 10,000              | Bts  |
| c. Offshore fishing structure pole  | 32,000              | Bts  |
| d. Dock rail  | 127,000             | M3   |
| e. Charcoal material :  |                     |      |

| DESCRIPTIONS OF GOODS   | STANDARD PRICE (RP) | UNIT |
|---|---------------------|------|
| Mangrove and meranti  | 320,000             | Ton  |
| Mixed forest  | 151,000             | Ton  |
| f. Fuel wood  | 15,000              | Sm   |
| g. Teak pole  | 279,000             | Ton  |
| III. LOGGING WASTE  | 204,000             | Ton  |
| IV. CHIP RAW MATERIAL (BBS)   | 204,000             | Ton  |
| V. OTHER SORTING WOOD   |                     |      |
| 1. Yellow wood  | 494,000             | Ton  |
| 2. Eboni  | 6,000,000           | Ton  |
| 3. Teak   |                     |      |
| - $\geq 30$ cm in diameter  | 764,000             | M3   |
| - 20 - 29 cm in diameter  | 485,000             | M3   |
| - $\leq 19$ cm in diameter  | 192,000             | M3   |
| 4. Mangrove   | 151,000             | Ton  |
| 5. Pine   | 128,000             | Ton  |
| 6. Sandal wood  |                     |      |
| a) Part of terrace sandal-wood in all forms                                   | 7,000,000           | Ton  |
| b) Pile of sandal wood in all forms   | 700,000             | Ton  |
| VI. WOODS FROM INDUSTRIAL TIMBER ESTATE (HTI)                                 |                     |      |
| a. Pine   | 43,000              | Ton  |
| b. Acacia   | 28,000              | Ton  |
| c. Balsa  | 17,000              | Ton  |
| d. Eucalyptus   | 28,000              | Ton  |
| e. Gmelina  | 27,000              | Ton  |
| f. Rubber   | 43,000              | Ton  |
| g. Sengon   | 17,000              | Ton  |
| VII. WOODS OF STATE FOREST MANAGEMENT COMPANIES AND YOGYAKARTA SPECIAL REGION |                     |      |
| a. Round teak and sonokeling  |                     |      |
| - diameter $\geq 30$ cm   | 764,000             | M3   |
| - diameter 20 - 29 cm   | 485,000             | M3   |
| - diameter $\leq 19$ cm   | 192,000             | M3   |

| DESCRIPTIONS OF GOODS  | STANDARD PRICE (RP) | UNIT |
|--|---------------------|------|
| b. Mixed round fancy wood (sonobrit, mahogany)   |                     |      |
| - diameter $\geq$ 30 cm  | 384,000             | M3   |
| - diameter 20 - 29 cm  | 134,000             | M3   |
| - diameter $\leq$ 19 cm  | 82,000              | M3   |
| c. Other round wood (pine, resin, silk tree, wood, balsa, jabon, acacia, mangium, rubber, and gmelina arborea) |                     |      |
| - diameter $\geq$ 30 cm  | 135,000             | M3   |
| - diameter 20 - 29 cm  | 118,000             | M3   |
| - diameter $\geq$ 19 cm  | 80,000              | M3   |
| d. Mixed round forest wood   |                     |      |
| - diameter $\geq$ 30 cm  | 118,000             | M3   |
| - diameter 20 - 29 cm  | 80,000              | M3   |
| - diameter $>$ 19 cm   | 59,000              | M3   |
| e. Rasamala  | 128,000             | M3   |
| <b>B. NON-WOOD</b>   |                     |      |
| 1. Pulut rattan  |                     |      |
| 1.1. Pullut merah  | 1,400,000           | Ton  |
| 1.2. Pullut putih  | 1,000,000           | Ton  |
| 1.3. Lilin   | 1,400,000           | Ton  |
| 1.4. Lacak   | 1,400,000           | Ton  |
| 1.5. Datuk   | 1,400,000           | Ton  |
| 2. Rattan Sega   |                     |      |
| 2.1. Rattan Sega (Taman)   | 500,000             | Ton  |
| 2.2. Rattan Sega air (Ronti)   | 500,000             | Ton  |
| 2.3. Rattan Sega Badak   | 500,000             | Ton  |
| 2.4. Rattan Irit/Jahab   | 500,000             | Ton  |
| 3. Rattan Lambang  |                     |      |
| 3.1. Rattan Lambang  | 715,000             | Ton  |

| DESCRIPTIONS OF GOODS  | STANDARD PRICE (RP) | UNIT |
|--|---------------------|------|
| 3.2. Rattan Anduru   | 715,000             | Ton  |
| 3.3. Rattan Lita   | 715,000             | Ton  |
| 3.4. Rattan Sabutan  | 715,000             | Ton  |
| 3.5. Rattan Ampar Tikar  | 715,000             | Ton  |
| 3.6. Rattan Tarumpu  | 715,000             | Ton  |
| 3.7. Rattan Jermasin   | 715,000             | Ton  |
| 4. Rattan Tohiti (Tohiti and Telang) with the length of 4 m at the maximum |                     |      |
| 4.1. Diameter up to 24 mm  | 900,000             | Ton  |
| 4.2. Diameter 25 mm up to 30 mm  | 1,150,000           | Ton  |
| 5. Rattan Manau with the length of 4 m at the maximum                      |                     |      |
| 5.1. Rattan Manau  | 2,350               | Stem |
| 5.2. Rattan Manau Tikus  | 2,350               | Stem |
| 5.3. Rattan Riang  | 2,350               | Stem |
| 5.4. Rattan Manau Padi   | 2,350               | Stem |
| 6. Rattan Semambu with the length of 4 m at the maximum                    |                     |      |
| 6.1. Rattan Semambu  | 700                 | Stem |
| 6.2. Rattan Tabu-Tabu  | 1,700               | Stem |
| 6.3. Rattan Wilatung   | 2,350               | Stem |
| 6.4. Rattan Nawi   | 2,350               | Stem |
| 6.5. Rattan Dahan  | 2,350               | Stem |
| 7. Rattan of other kinds (not mentioned above)                             | 500,000             | Ton  |

THE MINISTER OF TRADE AND INDUSTRY

sgd.

RINI M. SUMARNO SOEWANDI

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