

Information on trade weighted average, simple average and 0% import customs duty rates applied to imported goods in 2021

1) The following parameters were used in calculating the trade weighted average tariff rate for 12 months of 2021:

- a) Amount of import operations for 12 months;
- b) Amount of collected import customs duties for 12 months.

Considering the amount of the import operations for 12 months being **11 705 786 680** US dollars (as the statistical value is expressed in US dollars), their total customs value for the mentioned period is **19 899 837 356** AZN (Azerbaijani manat).

Customs value = **11 705 786 680 US dollars * 1.7 AZN = 19 899 837 356 AZN**

As the amount of import customs duties collected during 12 months is **1 205 507 800** AZN, this figure represents **6.06%** of the total customs value of imported goods (Table 1).

Table 1. Calculation of trade weighted average tariff rate.

TOTAL CUSTOMS VALUE OF IMPORTED GOODS (AZN)	AMOUNT OF CUSTOMS DUTIES ON IMPORTED GOODS (AZN)	TRADE WEIGHTED AVERAGE TARIFF RATE (%)
19 899 837 356	1 205 507 800	6.06

2) The simple average tariff rate on tariff lines for 2021 was **8.08%**.

Calculation of simple average duty rate is carried out on the basis of the ratio of import customs duty rates to tariff lines applied in Decision No. 500 of the Cabinet of Ministers of the Republic of Azerbaijan dated November 17, 2017 on "Commodity nomenclature of foreign economic activity of the Republic of Azerbaijan, rates of import customs duties and export customs duties":

Number of tariff lines (NoTL) – 10361

Sum of Duty Rates (SoDR) = (0% x 2994) + (5% x 2054) + (15% x 4916) = 83740

Simple average = SoDR / NoTL=83740/10390=8.06%

- 3) Distribution of ad valorem customs duties at different commodity positions by tariff rates, specific customs duty rates and their numbers. (Table 2)

Table 2. Distribution of tariff rates in accordance with CNFEA

Tariff rate	Number of sub-positions in accordance with CNFEA
0%	2994
5%	2054
15%	4916
Specific	426
Total	10390

- 4) "0" % import tariff rate was applied to 19.01 percent of the goods imported into the country in 2021. (Table 3):

Table 3. Volume of import subjected to 0% import customs duty rate.

(in USD)

Period	Volume of import	Import at "0" rate	Specific weight of the import at "0" rate expressed in %
01.01.2021-31.12.2021	11 705 786 680	2 226 329 100	19.01%