

Information on simple average, trade weighted average, 0% import customs duty rates and goods imported from FTA countries in 2022

1) The following parameters were used in calculating the trade weighted average tariff rate for 12 months of 2022:

- 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 **14 539 858 500** USD (as the statistical value is expressed in US dollars), their total customs value for the mentioned period is **24 717 759 450** manats.

Customs value = **14 539 858 500*** 1.7 manats = **24 717 759 450** manats

As the amount of import customs duties collected during 12 months is **1 419 968 700** manats, this figure represents **5.74%** 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	5.74

2) The simple average tariff rate on tariff lines for 2022 was 7,96%.

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) – 10789

Sum of Duty Rates (SoDR) = (0% x 3155) + (5% x 2140) + (15% x 5012) = 85880

Simple average = SoDR / NoTL=85880/10789=7.96%

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%	3155
5%	2140
15%	5012
Specific	482
Total	10789

4) “0” % import tariff rate was applied to 26.3 percent of the goods imported into the country in 2022. (Table 3):

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

(in USD)

Period	Total volume of import	Import at "0" rate	Specific weight of the import at "0" rate expressed in %
01.01.2022-31.12.2022	14 539 858 500	3 830 258 600	26.3%

2) Goods imported to the customs territory from Free Trade Agreement countries by granting preferential regime accounted for 26.3% in 2022 (Table 4):

Table 4. Import volume from FTA countries.

(in USD)

Period	Total volume of import	Import from FTA	Specific weight of Import from FTA
01.01.2022-31.12.2022	14 539 858 500	2 980 832 300	20.5%