

## **Air Transshipment Cargo Exemption Scheme for Specified Strategic Commodities ("The Scheme")**

In accordance with the Import and Export Ordinance (Cap. 60) (refer hereafter as “the Ordinance”) and the Import and Export (Strategic Commodities) Regulations (Cap. 60, sub. leg. G) (refer hereafter as “the Regulations”), the Air Transshipment Cargo Exemption Scheme for Specified Strategic Commodities (refer hereafter as “the Scheme”) will cover specified strategic commodities listed in Schedule 1 to the Regulations, except products listed in Schedule 2 to the Regulations, which are “air transshipment cargo” (see definition below), and which remain within the confines of the “cargo transshipment area of Hong Kong International Airport” (see definition below) pending onward flights. The licensing requirement for the import and export of strategic commodities specified in Schedules 2, 3 and 4 of the Regulations and those other than on the air-to-air transshipment mode will not be affected by the Scheme.

### **Definition of Air Transshipment Cargo**

Air transshipment cargo as defined in the Ordinance is extracted as follows :

“air transshipment cargo” (航空轉運貨物) means transshipment cargo that is both imported and consigned for export in an aircraft and which, during the period between its import and export, remains within the cargo transshipment area of Hong Kong International Airport;

“transshipment cargo” (轉運貨物) means any imported article that –

- (a) is consigned on a through bill of lading or a through air waybill from a place outside Hong Kong to another place outside Hong Kong; and
- (b) is or is to be removed from the vessel, aircraft or vehicle in which it was imported and either returned to the same vessel, aircraft or vehicle or transferred to another vessel, aircraft or vehicle before being exported, whether it is or is to be transferred directly between such vessels, aircraft or vehicles or whether it is to be landed in Hong Kong after its importation and stored, pending exportation;

“cargo transshipment area of Hong Kong International Airport” (機場貨物轉運區) means :

- (a) any part of Hong Kong International Airport that is designated under section 35 of the Aviation Security Ordinance (Cap. 494) as a restricted area; and
- (b) any area approved by the Commissioner of Customs and Excise under section 2AA of the Import and Export Ordinance (Cap. 60);

“Hong Kong International Airport” (香港國際機場) means the airport referred to in section 5(1)(a) of the Airport Authority Ordinance (Cap. 483).

### **Scope of Exemption**

Section 6A(3)(b) of the Ordinance and regulation 2(2)(b) and 2A of the Regulations provide that the licensing control imposed under Section 6A(2) of the Ordinance and regulation 2(1) of the Regulations does not apply to an article of air transshipment cargo listed in Schedule 1 to the Regulations, except an article specified in Schedule 2, which is imported or exported by a person to whom an exemption has been granted under regulation 2A of the Regulations with respect to the transshipment of that article. If the Director-General of Trade and Industry is satisfied that a person is engaged in the business of dealing in air transshipment cargo, he may exempt in writing, with respect to the transshipment of any article specified in that exemption, that person from the licensing requirement under Section 6A(2) of the Ordinance and regulation 2(1) of the Regulations.

Transshipment of strategic commodities not granted exemption under the Scheme must be covered by an import and export licence.

Importation of strategic commodities from their place of origin or exportation to their destination or transshipment route that are subject to the United Nations Sanctions Ordinance (Cap. 537) are not eligible for any licensing exemption under this Scheme.