

WORLD TRADE ORGANIZATION

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14 July 2003

(03-3821)

Working Party on
State Trading Enterprises

Original: English

STATE TRADING

Updating Notification Pursuant to Article XVII:4(a)
of the GATT 1994 and Paragraph 1 of the Understanding on
the Interpretation of Article XVII

CHINA

Addendum

The following communication, dated 9 July 2003, has been received from the Permanent Mission of China.

Pursuant to Article XVII:4(a) of the GATT 1994 and paragraph 1 of the Understanding on the Interpretation of Article XVII of GATT 1994, I am pleased to submit the updated version of China's responses to the Questionnaire on State Trading.

I. ENUMERATION OF STATE TRADING ENTERPRISES**IMPORT ENTERPRISES**

I. Grain	China National Cereals, Oil and Foodstuff Import and Export Co. (Group)
II. Vegetable oil	China National Cereals, Oil and Foodstuff Import and Export Co. (Group) China National Native Produce and Animal By-products Import and Export Co. China Nam Kwong National Import and Export Co. China Cereals, Oil and Foodstuff Co. (Group) Hua Ken Materials Co. Ltd. Qiao Jian Industry, Trading, Investment and Development Co. Ltd
III. Sugar	China National Cereals, Oil and Foodstuff Import and Export Co. (Group) China National Export Bases Development Co. China Sugar and Wine Co.(Group) China Commerce Foreign Trade Co.
IV. Tobacco	China National Tobacco Import and Export Co. (Group)
V. Crude oil	China National Chemicals Import and Export Co. China International United Petroleum and Chemicals Co. China National United Oil Co. Zhu Hai Zhen Rong Company
VI. Processed oil	
- Gasoline, diesel oil, kerosene, naphtha, etc.	China National Chemicals Import and Export Co. China International United Petroleum and Chemicals Co. Ltd. China National United Oil Co. Zhu Hai Zhen Rong Company
- Aviation kerosene ²	China National Chemicals Import and Export Co. China International United Petroleum and Chemicals Co. Ltd. China National United Oil Co. Ltd. Zhuhai Zhen Rong Company China Aviation Oil Import and Export Co. Ltd.

IMPORT ENTERPRISES (Cont'd)

- Fuel oil,	<p>China National Chemicals Import and Export Co.</p> <p>China International United Petroleum and Chemicals Co.</p> <p>China National United Oil Co.</p> <p>Zhuhai Zhen Rong Company</p> <p>China Petro-chemical International Co. Ltd</p> <p>China Arts Hua Hai Import and Export Co. Ltd</p> <p>China Marine Bunker Supply Company</p> <p>China National Water Resources and Electric Power Material and Equipment Co. Ltd</p> <p>Everbright Petroleum and Natural Gas Development and Investment Co. Ltd</p> <p>China Hua Neng International Economic and Trade Co.</p> <p>China Beijing International Economic Cooperation Co.</p> <p>Tianjin Elec-Mech International Trade Co.</p> <p>Hebei Metals and Minerals Import and Export Co.</p> <p>Shanxi Tian Li Enterprise Co. Ltd</p> <p>Liaoning Foreign Trade Co.</p> <p>Dalian Golden Sun Import and Export Co. Ltd</p> <p>Jinlin Foreign Trade Import and Export Co.</p> <p>Sinochem Heilongjiang Import and Export Co.</p> <p>Orient International Holding Shanghai Foreign Trade Co. Ltd</p> <p>Shanghai Materials Group Import and Export Co. Ltd</p> <p>Jiangsu Fuel Co.</p> <p>Suzhou Industrial Park Co. Ltd</p> <p>Zhejiang Metal Material Co.</p> <p>Zhejiang Di Da Import and Export Co. Ltd</p> <p>Ningbo Ning Shing Co. (Group)</p> <p>Anhui Chemicals Import and Export Co. Ltd</p>
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IMPORT ENTERPRISES (Cont'd)

	<p>Fujian Chemicals Import and Export Co.</p> <p>China (Fujian) Foreign Trade Centre (Holding)</p> <p>Xiamen Jian Fa Co. Ltd</p> <p>Xiamen International Trade Group Co. Ltd</p> <p>Jiangxi Chemicals Import and Export Co.</p> <p>Shandong Sheng Li Co. Ltd</p> <p>Shandong Foreign Trade(Holding)Co. Ltd</p> <p>Qingdao Hua Qing Industrial Co. Ltd</p> <p>Qingdao Yi Jia E.T.I. Import and Export Co. Ltd</p> <p>Henan Cereals, Oil and Foodstuff Import and Export Group Co. Ltd</p> <p>Hubei Chemicals Import and Export Co.</p> <p>Hunan Chemicals Import and Export Co.</p> <p>Guangdong Materials Import and Export Co.</p> <p>Guangdong Hua Guang Light Industrial Co. Ltd</p> <p>Zhuhai S.E.Z Goods and Materials Co.</p> <p>Guangdong Zhong Ren Enterprise (Group) Co. Ltd.</p> <p>Guangzhou Tminae Petroleum and Chemicals Co. Ltd</p> <p>Shenzhen Yong Jun Industrial Co. Ltd</p> <p>Shenzhen Petroleum Company</p> <p>Shenzhen Zhong You Tong Da Petroleum Co. Ltd</p> <p>Shenzhen Dong Er Technology Dispatch Co. Ltd</p> <p>Shenzhen Petrochemical Bonded Oil Trading Co.</p> <p>Guangxi Chemicals Import and Export Co.</p> <p>Hainan Zhong Tong Chemicals Import and Export Co.</p> <p>Chongqing Foreign Trade Import and Export Co.</p> <p>Guizhou Foreign Trade Import and Export Co.</p> <p>Yunnan Native Produce Import and Export Co.</p> <p>Gansu Import and Export Trading Group Co.</p> <p>Xinjiang International Industry Co. Ltd</p> <p>Sinochem International Oil Company</p>
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IMPORT ENTERPRISES (Cont'd)

	<p>Sinochem Guangdong Import and Export Co.</p> <p>Sinochem Shanghai Import and Export Co.</p> <p>Sinochem Pudong Trading Co. Ltd</p> <p>Sinochem Ning Bo Co.</p> <p>Sinochem (Shenzhen) Industries Co. Ltd</p> <p>Sinochem Jiangsu Import and Export Co.</p> <p>Sinochem Guangzhou Import and Export Co.</p> <p>Sinochem Shandong Import and Export Co.</p> <p>Sinochem Liaoning Import and Export Co.</p>
VII. Chemical fertilizer	<p>China National Chemicals Import and Export Co.</p> <p>China National Agriculture Means of Production Group Co.</p>
VIII. Cotton	<p>China National Textiles Import and Export Co.</p> <p>China National Cotton Reserve Corporation</p> <p>Beijing Jiu Da Textiles Group Co.</p> <p>Tianjin Textiles Industry Supply and Marketing Co.</p> <p>Shanghai Textiles Raw Materials Co.</p>

EXPORT ENTERPRISES

I. Grain (rice and corn)	<p>China National Cereals, Oil and Foodstuff Import and Export Co. (Group)</p> <p>Jilin Grain Group Import and Export Co.</p>
II. Cotton	<p>Chinatex Cotton Import and Export Co.</p> <p>Xinjiang Uygur Autonomous Region Cotton and Jute Import and Export Co.</p> <p>Xinjiang Nong Ken Import and Export Co. Ltd</p> <p>China National Cotton Reserves Corporation²</p>
III. Coal	<p>China National Coal Industry Import and Export Corporation</p> <p>Shanxi Coal Import and Export Group Corporation</p> <p>Shenhua Group Corporation Ltd.</p> <p>China National Metals and Minerals Import and Export Co.</p>
IV. Crude oil and processed oil	<p>China National United Oil Co. Ltd</p> <p>China International United Petroleum and Chemicals Co. Ltd</p> <p>China National Chemicals Import and Export Co.</p>

EXPORT ENTERPRISES (Cont'd)

V. Tungsten and tungstate products	Minmetals Nonferrous Metals Co. Ltd.
	China National Chemicals Import and Export Co.
	Sichuan Metals and Minerals Import and Export Corporation
	Zigong Cemented Carbide Co. Ltd
	Hunan Zhong Nan Metals and Minerals Import and Export Corporation
	Zhuzhou Cemented Carbide Import and Export Corporation
	Nanchang Cemented Carbide Plant
	Jiangxi Rare Metals and Rare Earth Tungsten Group Corporation
	Jiangxi Metals and Minerals International Trading Corporation Ltd
	Langfang Tungsten and Molybdenum Material Plant
	Xiamen Tungsten Corporation Ltd
	Fujian Jinxin Sanda Powder Metallurgy Company Ltd
	Chaozhou Xiang Lu Tungsten Co. Ltd. ²
VI. Antimony and antimony products	Minmetals Nonferrous Metals Co. Ltd.
	Hsikwangshan Shan Xing Antimony Corporation Ltd
	Hunan Zhong Nan Metals and Minerals Import and Export Corporation
	Guandong Metals and Minerals Import and Export Group Corporation
	Yunnan Metals and Minerals Import and Export Group Corporation
	Guizhou Metals and Minerals Import and Export Corporation
	Haikou Metals Minerals Machinery Chemicals Medicinal Import and Export Corporation
	Liuzhou China Tin Group Co. Ltd
	Guangxi Metals and Minerals Import and Export (Group) Corporation

VII. Silver	Minmetals Nonferrous Metals Co. Ltd.
	China International Trust and Investment Corporation ²
	China National Arts and Crafts Import and Export Corporation
	China National Pearl Diamond Gem and Jewelry Import and Export Corporation
	China Banknote Printing and Minting Corporation
	China National Jin Yu Gold Materials and Equipment Corporation
	Zhuzhou Smelter Corporation
	Shenzhen Zhong Jin Ling Nan Nonferrous Corporation Ltd
	Henan Yu Guang Gold and Lead Group Corporation
	Shuikoushan Mining Bureau Import and Export Corporation
	Inner Mongolia Qian Kun Gold and Silver Refinery Share Co. Ltd
	Shandong Zhao Jin (Group) Corporation
	Zhejiang Taizhou International Trading Corporation
	Shanghai Metals and Minerals Import and Export Corporation
	Fujian Pearl Diamond Gem and Jewelry Import and Export Corporation
	Yunnan Copper Industry (Group) Corporation Ltd
	Yunnan Metallurgical Group Import and Export Corporation
	Yunnan Tin Co. Ltd.
	Baiyin Nonferrous Metals Company
	Anhui Tong Ling Nonferrous Metals (Group) Corporation
	Yantai Nonferrous Metals Co. Ltd
	Qinghai Xi Tie Shan Minerals Import and Export Co. Ltd.
	Da Ye Nonferrous Metals Company
	Anhui Chi Zhou Nonferrous Metals Group Corporation
	Ningxia Tian Ma Metallurgical and Chemical Industry Co. Ltd.

PRODUCTS SUBJECT TO STATE TRADING (IMPORT)

	Products	HS Code 2002	Description of the product
1.	Grain	10011000	Durum wheat
		10019010	Seed of wheat and maslin, excl.durum wheat
		10019090	Wheat and maslin, excl. for seeding and durum wheat
		11010000	Wheat or maslin flour
		11031100	Groats and meal of wheat
		11032010	Pellets of wheat
		10051000	Maize(corn)seed
		10059000	Maize(corn),excl. for seeding
		11022000	Maize(corn) flour
		11031300	Groats and meal of maize(corn)
		11042300	Other worked grains of maize(corn)
		10061011	Rice in husk(paddy or rough) of long grain, seed
		10061019	Other rice in husk(paddy or rough), seed
		10061091	Other rice in husk(paddy or rough) of long grain
		10061099	Rice in husk(paddu or rough), excl. for seeding
		10062010	Husked rice
		10062090	Husked rice
		10063010	Long grain
		10063090	Other
		10064010	Long grain broken rice
		10064090	Other broken rice
		11023010	Rice flour of long grain
		11023090	Other rice flour
		11031921	Rice groats and meal of long grain
		11031929	Other rice groats and meal
2.	Vegetable oil	15071000	Crude soybean oil,
		15079000	Other soybean oil and its fractions, whether or not refined, but not chemically modified
		15111000	Crude palm oil
		15119010	Palm olein
		15119090	Other palm oil and its fractions, whether or not refined, but not chemically modified
		15141010	Crude rape, colza-oil
		15141090	Crude mustard oil
		15149110	Crude rape,colza oil and its frations, refined
		15149190	Crude mustard oil and its frations, refined
		15149900	Other rape, colza or mustard oil and fractions thereof, whether or not refined, but not chemically modified

PRODUCTS SUBJECT TO STATE TRADING (IMPORT)

3.	Sugar	17011100	Raw cane sugar, in solid form, not containing added flavouring or colouring matter
		17011200	Raw beet sugar, in solid form, not containing added flavouring or colouring matter
		17019100	Cane or beet sugar and chemically pure sucrose, in solid form, containing added flavouring or colouring
		17019910	Granulated sugar
		17019920	Superfine sugar
		17019990	Cane or beet sugar and chemically pure sucrose, in solid form, not containing added flavouring or colouring matter, excl. granulated sugar, superfine sugar and raw sugar
4.	Tobacco	24011010	Flue-cured tobacco, not stemmed/stripped
		24011090	Tobacco other than flue-cured, not stemmed/stripped
		24012010	Flue-cured tobacco, partly or wholly stemmed/stripped
		24012090	Tobacco other than flue-cure, partly or wholly stemmed/stripped
		24013000	Tobacco refuse
		24021000	Cigars, cheroots and cigarillos containing tobacco
		24022000	Cigarettes containing tobacco
		24029000	Cigarettes of tobacco or of tobacco substitutes, and cigars, cheroots and cigarillos of tobacco or of tobacco substitutes
		24031000	Smoking tobacco whether or not containing tobacco substitutes
		24039100	Homogenized or reconstituted tobacco
		24039900	Tobacco extracts and essences
		48131000	Cigarette paper in the form of booklets or tubes
		48132000	Cigarette paper in roll of a width ≤ 5 cm
		48139000	Cigarette paper, nes
		55020010	Cellulose diacetate filament tow
		56012210	Cigarette filter tips of man-made fibres
		84781000	Machinery for preparing or making up tobacco, not elsewhere specified or included
		84789000	Parts, of machinery for preparing making up tobacco, not elsewhere specified or included
5.	Crude oil	27090000	Petroleum oil and oil obtained from bituminous minerals, crude
6.	Processed oil	27101110	Motor gasoline and aviation gasoline
		27101120	Naphtha
		27101911	Aviation kerosene
		27101912	Lamp-kerosene
		27101921	Light diesel oil
		27101922	Fuel oil No.5 to No.7 (National code)
		27101929	Paraffine oils, 350 centigrade degrees distillage<20%, 550centigrade degrees distillage>80%; and heavy diesel oil; and diesel oil and preparations thereof and other fuel oil, nes

PRODUCTS SUBJECT TO STATE TRADING (IMPORT)

7.	Chemical fertilizer	31021000	Urea, whether or not in aqueous solution
		31022100	Ammonium sulphate
		31022900	Double salts and mixtures of ammonium sulphate and ammonium nitrate
		31023000	Ammonium nitrate, whether or not in aqueous solution
		31024000	Mixtures of ammonium nitrate with calcium carbonate or other inorganic non-fertilizing substances
		31025000	Sodium nitrate
		31026000	Double salts and mixtures of calcium nitrate and ammonium nitrate
		31027000	Calcium cyanamide
		31028000	Mixtures of urea and ammonium nitrate in aqueous or ammoniacal solution
		31029000	Mineral or chemical fertilizers, nitrogenous, nes, incl. Mixtures not specified in the foregoing subheadings
		31031000	Superphosphates
		31032000	Basic slag
		31039000	Mineral or chemical fertilizers, phosphatic
		31041000	Carnallite, sylvite and other crude natural potassium salts
		31042000	Potassium chloride
		31043000	Potassium sulphate
		31049000	Mineral or chemical fertilizers, potassic, nes
		31051000	Goods of chapter 31 in tables or similar forms or in packages of a gross weight ≤ 10 kg
		31052000	Chemical fertilizers containing the three fertilizing elements nitrogen, phosphorus and potassium; and mineral fertilizers containing the three fertilizing elements nitrogen, phosphorus and potassium
		31053000	Diammonium hydrogenorthophosphate
		31054000	Ammonium dihydrogenorthophosphate (monoammonium phosphate) and mixtures thereof with diammonium hydrogenorthophosphate (diammonium phosphate)
		31055100	Containing nitrates and phosphates
		31055900	Mineral or chemical fertilizers containing the two fertilizing elements
		31056000	Mineral or chemical fertilizer with phosphorus and potassium, nes
		31059000	Mineral or chemical fertilizers, nes
8.	Cotton	52010000	Cotton, not carded or combed
		52030000	Cotton, carded or combed

PRODUCTS SUBJECT TO STATE TRADING (EXPORT)

	Products	HS Code 2002	Description of the product
1.	Tea	09021010 09021090 09022010 09022090	Flavoured green tea (not fermented) in immediate packings of a content ≤3kg Unflavoured green tea (not fermented) in immediate packings of a content ≤3kg Flavoured green tea (not fermented) in immediate packings of a content >3kg Unflavoured green tea(not fermented) in immediate packings of a content >3kg
2.	Rice	10061011 10061019 10061091 10061099 10062010 10062090 10063010 10063090 10064010 10064090	Rice in husk (paddy or rough) of long grain, seed Other rice in husk (paddy or rough), seed Other rice in husk(paddy or rough) of long grain Rice in husk (paddy or rough), excl. for seeding Husked rice Other husked rice Long grain Other Long grain broken rice Other broken rice
3.	Corn	10051000 10059000 11042300	Maize (corn) seed Maize (corn), excl. for seeding Other worked grains of maize (corn) (for example, hulled, pearled, sliced or kibbled)
4.	Soybean	12010010 12010091 12010092 12010093 12010099	Seed of soy beans Yellow soya beans, not for seeding, whether or not broken Black soya beans, not for seeding, whether or not broken Green soya beans, not for seeding, whether or not broken Soya beans, nes, not for seeding, whether or not broken
5.	Tungsten ore	26110000 26209910 26209090	Tungsten ores and concentrates Ash and residues containing mainly tungsten and compound thereof, nes Ash & residues containing metals & compound thereof, nes
6.	Ammonium Paratungstates	28418010 28418040	Ammonium paratungstate Ammonium metatungstates
7.	Tungstate products	28259011 28259012 28259019 28418020 28418030 28499020 81011000 81019400 81019700	Tungstic acid Tungsten trioxides Tungsten oxides and hydroxides, nes Sodium tungstate Calcium tungstate Carbides of tungsten, whether or not chemically refined Tungsten powders Tungsten unwrought (incl. bars and rods simply sintered); Tungsten waste and scrap

PRODUCTS SUBJECT TO STATE TRADING (EXPORT) (Cont'd)

8.	Coal	27011100	Anthracite, not agglomerated, whether or not pulverized
		27011210	Bituminous coking coal, not agglomerated, whether or not pulverized
		27011290	Other bituminous coal, other than coking coal, not agglomerated, whether or not pulverized
		27011900	Coal nes, not agglomerated, whether or not pulverized
		27021000	Lignite, not agglomerated, whether or not pulverized
9.	Crude oil	27090000	Petroleum oils & oils obtained from bituminous minerals, crude
10.	Processed oil	27101110	Motor gasoline and aviation gasoline
		27101120	Naphtha
		27101190	Gasoline distillages, nes and preparations , containing by weight 70% or more of petroleum oils
		27101911	Aviation kerosene
		27101912	Lamp-kerosene
		27101919	Kerosene disillages, nes and preparations thereof
		27101921	Light diesel oil
		27101929	Heavy diesel oil
		27101991	Lubricating oil
		27101992	Lubricating greases
		27101993	Basic oils for lubricating oils
		27111100	Natural gas, liquefied
11.	Silk	50010010	Mulberry feeding silk-worm cocoons
		50010090	Silk-worm cocoons suitable for reeling (excl. Mulberry feeding silk-worm cocoons)
		50020011	Plant reeled (Steam filature silk),not thrown
		50020012	Steam filature silk ,home reeled, not thrown
		50020013	Steam filature silk, doupion, not thrown
		50020019	Steam filature raw silk (excl. Plant reeled, home reeled, doupion), not thrown
		50020020	Tussah raw silk, not thrown
		50020090	Raw silk, nes, not thrown
		50031000	Silk waste (including cocoons unsuitable for reeling, yarn waste and garneted stock), not carded or combed
		50039000	Silk waste (including cocoons unsuitable for reeling, yarn waste and garneted stock), carded or combed
		50040000	Silk yarn (excl. spun from silk waste), not put up for retail sale
		50050010	Yarn spun from noil, not put up for retail sale
		50050090	Yarn spun from other silk waste (excl. Yarn spun from noil), not put up for retail sale

PRODUCTS SUBJECT TO STATE TRADING (EXPORT) (Cont'd)

12.	Unbleached silk	50071010	Unbleached (unscoured or scoured) or bleached woven fabrics of noil silk
		50072011	Unbleached (unscoured or scoured) or bleached woven fabrics, containing 85% or more by weight of mulberry silk
		50072021	Unbleached (unscoured or scoured) or bleached woven fabrics of tussah silk, containing 85% or more by weight of tussah silk
		50072031	Unbleached (unscoured or scoured) or bleached woven fabrics of spun silk, containing 85% or more by weight of tussah silk
13.	Cotton	52010000	Cotton, not carded or combed
		52030000	Cotton, carded or combed
14.	Antimony ores	26171010	Crude antimony
		26171090	Antimony ores & concentrates, excl. crude
15.	Antimony oxide	28258000	Antimony oxides
16.	Antimony products	81101010	Antimony unwrought
		81101020	Antimony powders
		81102000	Antimony waste and scrap
		81109000	Antimony and articles thereof, nes
17.	Silver	71061000	Silver in powder
		71069100	Silver (incl. Silver plated with gold or platinum) in unwrought forms, of a purity of 99.99 percent or more
		71069190	Other silver (incl. Silver plated with gold or platinum) in unwrought forms
		71069210	Silver (incl. Silver plated with gold or platinum) in semi-manufactured forms, of a purity of 99.99 percent or more
		71069290	Other silver (incl. Silver plated with gold or platinum) in semi-manufactured forms

PRODUCTS SUBJECT TO STATE TRADING (EXPORT) (Cont'd)

18.	Cotton yarn, containing 85% or more by weight of cotton	52041100	Cotton sewing thread, cotton by weight $\geq 85\%$, not put up for retail sale
		52051100	Uncombed single cotton yarn, cotton by weight $\geq 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52051200	Uncombed single cotton yarn, cotton by weight $\geq 85\%$, measuring, > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52051300	Uncombed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52051400	Uncombed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52051500	Uncombed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 80 metric number, not put up for retail sale
		52052100	Combed single cotton yarn, cotton by weight $\geq 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52052200	Combed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52052300	Combed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52052400	Combed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52052600	Combed single cotton yarn, cotton by weight $\geq 85\%$, measuring > 80 metric number but ≤ 94 metric number, not put up for retail sale
		52053100	Uncombed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring ≤ 14 metric number
		52053200	Uncombed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52053300	Uncombed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52053400	Uncombed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52053500	Uncombed cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 80 metric number, not put up for retail sale
		52054100	Combed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52054200	Combed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52054300	Combed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale

PRODUCTS SUBJECT TO STATE TRADING (EXPORT) (Cont'd)

		52054400	Combed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52054600	Combed multiple or cabled cotton yarn, cotton by weight $\geq 85\%$, measuring > 80 metric number but ≤ 94 metric number, not put up for retail sale
		52071000	Cotton yarn (excl. sewing), put up for retail sale, cotton by weight $\geq 85\%$
19.	Cotton yarn, containing less than 85% by weight of cotton	52041900	Cotton sewing thread, cotton by weight $< 85\%$, not put up for retail sale
		52061100	Uncombed single cotton yarn, cotton by weight $< 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52061200	Uncombed single cotton yarn, cotton by weight $< 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52061300	Uncombed single cotton yarn, cotton by weight $< 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52061400	Uncombed single cotton yarn, cotton by weight $< 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52061500	Uncombed single cotton yarn, cotton by weight $< 85\%$, measuring > 80 metric number, not put up for retail sale
		52062100	Combed single cotton yarn, cotton by weight $< 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52062200	Combed single cotton yarn, cotton by weight $< 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52062300	Combed single cotton yarn, cotton by weight $< 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52062400	Combed single cotton yarn, cotton by weight $< 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52062500	Combed single cotton yarn, cotton by weight $< 85\%$, measuring > 80 metric number, not put up for retail sale
		52063100	Uncombed multiple or cabled cotton yarn, cotton by weight $< 85\%$, measuring ≤ 14 metric number, not put up for retail sale
		52063200	Uncombed multiple or cabled cotton yarn, cotton by weight $< 85\%$, measuring > 14 metric number but ≤ 43 metric number, not put up for retail sale
		52063300	Uncombed multiple or cabled cotton yarn, cotton by weight $< 85\%$, measuring > 43 metric number but ≤ 52 metric number, not put up for retail sale
		52063400	Uncombed multiple or cabled cotton yarn, cotton by weight $< 85\%$, measuring > 52 metric number but ≤ 80 metric number, not put up for retail sale
		52063500	Uncombed multiple or cabled cotton yarn, cotton by weight $< 85\%$, measuring > 80 metric number, not put up for retail sale

PRODUCTS SUBJECT TO STATE TRADING (EXPORT) (Cont'd)

		52064100	Combed multiple or cabled cotton yarn, cotton by weight <85%, measuring ≤14metric number, not put up for retail sale
		52064200	Combed multiple or cabled cotton yarn, cotton by weight <85%, measuring >14metric number but ≤43metric number, not put up for retail sale
		52064300	Combed multiple or cabled cotton yarn, cotton by weight <85%, measuring >43metric number but ≤52metric number, not put up for retail sale
		52064400	Combed multiple or cabled cotton yarn, cotton by weight <85%, measuring >52metric number but ≤80metric number, not put up for retail sale
		52064500	Combed multiple or cabled cotton yarn, cotton by weight <85%, measuring >80metric number, not put up for retail sale
		52079000	Cotton yarn (excl. sewing), put up for retail sale, cotton by weight <85%
20.	Woven fabrics of cotton, containing 85% or more by weight of cotton*	52081100	Unbleached plain cotton weave, cotton by weight ≥85%, a weight not exceeding 100g/m2
		52081200	Unbleached plain cotton weave, cotton by weight ≥85%, a weight exceeding 100g/m2 but not exceeding 200g/m2
		52081300	Unbleached 3 or 4-thread twill, cotton by weight ≥85%, a weight not exceeding 200g/m2
		52081900	Unbleached woven cotton fabrics, nes, cotton by weight ≥85%, a weight not exceeding 200g/m2
		52091100	Unbleached plain cotton weave, cotton by weight ≥85%, a weight exceeding 200g/m2
		52091200	Unbleached 3 or 4-thread twill, cotton by weight ≥85%, a weight exceeding 200g/m2
		52091900	Unbleached cotton fabrics, cotton by weight ≥85%, a weight exceeding 200g/m2, nes
21.	Woven fabrics of cotton, containing less than 85% by weight of cotton	52101100	Unbleached plain cotton weave, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight not exceeding 200g/m2
		52101200	Unbleached 3 or 4-thread twill, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight not exceeding 200g/m2
		52101900	Unbleached woven cotton fabrics, nes, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight not exceeding 200g/m2
		52111100	Unbleached plain cotton weave, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight exceeding 200g/m2
		52111200	Unbleached 3 or 4-thread twill, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight exceeding 200g/m2
		52111900	Unbleached woven cotton fabrics, nes, cotton by weight <85%, mixed mainly or solely with man-made fibres, a weight exceeding 200g/m2

II. REASON AND PURPOSES

Reason and purpose of introducing and maintaining state trading for the products as listed above is to ensure the stable supply of the products subject to state trading, to prevent the interests of the consumers from being affected by drastic price fluctuations in the international market and to safeguard the food safety of the nation. It also aims at protecting the exhaustible and non-recyclable natural resources and the environment so as to realize the goal of sustainable development.

Lists of the products subject to state trading were negotiated and finalized during the course of China's accession to the WTO. They are provided for in the Annex 2 of the Accession Protocol.

III. DESCRIPTION OF THE FUNCTIONING OF THE STATE TRADING ENTERPRISES

China National Cereals, Oil and Foodstuff Import and Export Co. (Group) is the state trading enterprise dealing with both import and export of grain. China National Textiles Import and Export Co. and China National Cotton Reserves Corporation are the state trading enterprises dealing with both import and export of cotton. China International United Petroleum and Chemicals Co. Ltd., China National United Oil Co. Ltd. and China National Chemicals Import and Export Co. are the state trading enterprises dealing with both import and export of crude oil and processed oil. All other enterprises listed in part I of the responses to this questionnaire deal with either import or export of the relevant products.

Non-state trading enterprises are allowed to deal with import of those products listed above which are subject to tariff quota (grain, cotton, vegetable oil, sugar, wool, wool tops and chemical fertilizers), and also import of crude oil and processed oil.

Export price of state trading enterprises is decided by the enterprises themselves. It is usually constructed based on such costs as domestic procurement prices plus circulation costs (including warehousing, transportation, bank interests, inspection fees etc.), with prices of the international markets taken account of as reference.

Import price is also decided by the enterprises themselves. It is usually constructed along the following line, C&F or CIF price plus tariff, plus VAT, plus port charges, plus inspection fees, plus domestic transportation cost, plus other costs (referring to specific charges incurred to a specific product due to their own characteristics).

Domestic procurement price basically is the domestic wholesale price. Delivery terms of domestic procurement usually are same as those generally applied to domestic trade. In cases where financing is needed, state trading enterprises turn to commercial banks for commercial loans.

Export volumes of state trading enterprises are determined taking into account the demand and supply situation in both the international and domestic markets, while import volumes are determined according to the commitments of China as contained in Annex 8 of the WTO Accession Protocol

Long-term contracts are obtained through independent negotiations by state trading enterprises. State-trading is not meant to fulfill contractual obligations of the government, except for such special cases as food aid to foreign countries.

IV. STATISTICAL INFORMATION

IMPORT

Year	Item	Domestic Production	Import Volume	Import by State Trading	Import by Non-State Trading
2002	Crude oil	16753	6,941.00	6254	687
	Processed oil	1256	2,034.00	1634	430
	Chemical fertilizer	3665	854.00	734	120
	Vegetable oil	□	264.3	79.3	185
	Sugar	850	118.3	71.3	47
	Grain	38614	87.9	30.4	57.5
	Cotton	492	17.7	2.03	15.67
	Tobacco	189.6	15.5	15.5	□-
	Tobacco (100million pieces)	17230	12.7	12.7	□-

Unit:10,000 tons

1. Calculation of crude oil is made on the basis of actual issuance of certificate; calculation of processed oil and chemical fertilizer imported by non-state trading enterprises is made by multiplying the amount of TRQ reserved for non-state trading enterprises with the utilized rate.

2. The amount of domestic production of tobacco is the anticipated production volume(the agricultural calendar hasn't ended); the domestic production number of tobacco pieces is the anticipated amount of domestic industrial use.

3. The amount of domestic production of sugar is that for the calendar year of 2001-2002 (the new period will end in August 2003).

EXPORT

Year	Item	Domestic Production	Import Volume	Import by State Trading	Import by Non-state Trading
2002	Corn	13500	1167	1147	20
	Rice	17655	199	160	39
	Cotton	492	15	15	-
	Tungsten	3.92	1.92	1.92	-
	Antimony	9.7	7.0	7.0	-
	Coal	136000	8384	8384	-
	Crude Oil	16900	720	720	-
	Processed Oil	21000	1036	1036	-
	Silver	0.22	0.22	0.22	-

Unit: 10,000tons

Note: Calculation scope of domestic production of the state trading products is different from that of export trade due to the fact that domestic production calculation is not based on HS system.

V. REASON WHY NO FOREIGN TRADE HAS TAKEN PLACE (As appropriate)

None

VI. ADDITIONAL INFORMATION (As appropriate)

None
