File Ref. : TRA CR 1651/3/1

LEGISLATIVE COUNCIL BRIEF

Import and Export Ordinance (Chapter 60)

Import and Export (General) Regulations (Amendment of Schedule 7) Notice 2020

INTRODUCTION

The Director-General of Trade and Industry (DGTI) has made the Import and Export (General) Regulations (Amendment of Schedule 7) Notice 2020 ("the Notice") to delete **Swaziland** from and add **Eswatini** to the English text of the list of specified countries or places in Schedule 7 to the Import and Export (General) Regulations (Cap. 60A) ("the Regulations"). The Notice is at **Annex A**.

Annex A

JUSTIFICATIONS

2. The Kimberley Process Certification Scheme (KPCS) was developed by the Kimberley Process (KP), an international negotiating forum that seeks to stop trade in "conflict diamonds" from fuelling

[&]quot;Conflict diamonds" is defined under the KPCS as rough diamonds used by rebel movements or their allies to finance conflicts aimed at undermining legitimate governments, as described in the relevant United Nations Security Council (UNSC) resolutions insofar as they remain in effect, or in other similar UNSC resolutions which may be adopted in the future, and as understood and recognised in United Nations General Assembly (UNGA) Resolution 55/56, or in other similar UNGA resolutions which may be adopted in future.

armed conflicts, activities of rebel movements and illicit proliferation of armament. Participants of the KPCS should ensure that no shipment of rough diamonds is imported from or exported to a non-Participant of the KPCS.

3. To safeguard Hong Kong's interest as a trading hub of diamonds in the region, and to minimise disruption to the local diamond industry, we have implemented the KPCS in Hong Kong since January 2003 through a registration system and import / export controls stipulated in the Regulations. The countries and places which Hong Kong traders can import rough diamonds from or export rough diamonds to, currently 82 in total, are specified in Schedule 7 to the Regulations (Annex B). Under regulation 7(2) of the Regulations, DGTI may add to, or delete from, Schedule 7 the name of a country or place.

Annex B

4. Swaziland, a KP Participant, was renamed as Eswatini in April 2018 while its name in Chinese remained unchanged². The change was duly noted at the KP Plenary Meeting held in New Delhi in November 2019. DGTI has made the Notice to delete "Swaziland" from and add "Eswatini" to the English text of Schedule 7 to the Regulations to enable the trading of rough diamonds between Hong Kong and Eswatini in accordance with the KPCS.

THE NOTICE

5. The Notice deletes "Swaziland" from and adds "Eswatini" to the English text of the list of specified countries or places in Schedule 7 to the Regulations.

LEGISLATIVE TIMETABLE

- 6. The Notice will be published in the Gazette on 8 May 2020 and tabled at the Legislative Council on 13 May 2020.
- 7. The Notice will come into operation on 10 July 2020.

IMPLICATIONS OF THE NOTICE

8. The Notice is in conformity with the Basic Law, including the provisions concerning human rights, and will not affect the current binding effect of the Regulations.

PUBLICITY

9. The Trade and Industry Department will inform the trade of the details of the Notice through a trade circular and will provide general advisory service on enquiry.

ENQUIRIES

10. For any enquiries on this brief, please contact Miss Alicia Wong, Principal Trade Officer of the Trade and Industry Department at 2398 5483.

Trade and Industry Department 6 May 2020

Import and Export (General) Regulations(Amendment of Schedule 7) Notice 2020

A copy of the captioned notice is attached.

Section 1

Paragraph 1

Import and Export (General) Regulations (Amendment of Schedule 7) Notice 2020

(Made by the Director-General of Trade and Industry under regulation 7(2) of the Import and Export (General) Regulations (Cap. 60 sub. leg. A))

1. Commencement

This Notice comes into operation on 10 July 2020.

2. Import and Export (General) Regulations amended

The Import and Export (General) Regulations (Cap. 60 sub. leg. A) are amended as set out in section 3.

3. Schedule 7 amended (specified countries or places)

Schedule 7, English text—

(a) Repeal

"Swaziland";

Add in alphabetical order

"Eswatini".

Director-General of Trade and [']Industry

21 April 2020

Import and Export (General) Regulations (Amendment of Schedule 7) Notice 2020 **Explanatory Note** 2

Explanatory Note

Part 6 of the Import and Export (General) Regulations (Cap. 60 sub. leg. A) implements in Hong Kong the Kimberley Process Certification Scheme under which trade in rough diamonds is regulated. Schedule 7 to the Regulations specifies—

- (a) the countries and places for which the Scheme is effective; and
- (b) other countries and places that are permitted by the Kimberley Process to trade rough diamonds with countries and places described in subparagraph (a).
- This Notice deletes "Swaziland" from, and adds "Eswatini" to, the 2. English text of the Schedule.

Cap. 60A Import and Export (General) Regulations 18/04/2019

Schedule 7

[regs. 6DA & 7]

Specified Countries or Places

Angola

Armenia, Republic of

Australia

Austria

Bangladesh

Belarus

Belgium

Botswana

Brazil

Bulgaria

Cambodia, Kingdom of

Cameroon, Republic of

Canada

Central African Republic

China, People's Republic of

Congo, Democratic Republic of the

Congo, Republic of the

Côte d'Ivoire

Croatia

Cyprus

Czech Republic

Denmark

Estonia

Finland

France

Gabon

Germany

Ghana

Greece

Guinea

Guyana Hungary India Indonesia Ireland Israel Italy Japan Kazakhstan, Republic of Korea, Republic of Lao People's Democratic Republic Latvia Lebanon Lesotho Liberia Lithuania Luxembourg

Malaysia

Mali

Malta

Mauritius

Mexico

Namibia

Netherlands, The

New Zealand

Norway

Panama, Republic of

Poland

Portugal

Romania

Russian Federation

Sierra Leone

Singapore

Slovakia

Slovenia

South Africa

Spain

Sri Lanka

Swaziland

Sweden

Switzerland

Tanzania

Thailand

Togo

Turkey

Ukraine

United Arab Emirates

United Kingdom

United States of America

Venezuela, Bolivarian Republic of

Viet Nam (otherwise known as Vietnam)

Zimbabwe

(Schedule 7 added L.N. 179 of 2002. L.N. 250 of 2002; L.N. 10 of 2003; L.N. 37 of 2003; L.N. 68 of 2003; L.N. 101 of 2003; L.N. 128 of 2003; L.N. 202 of 2003; L.N. 210 of 2003; L.N. 239 of 2003; L.N. 254 of 2003; L.N. 11 of 2004; L.N. 68 of 2004; L.N. 141 of 2004; L.N. 106 of 2005; L.N. 138 of 2005; L.N. 169 of 2005; L.N. 201 of 2006; L.N. 255 of 2006; L.N. 118 of 2007; L.N. 173 of 2007; L.N. 232 of 2007; L.N. 209 of 2008; L.N. 13 of 2009; E.R. 1 of 2012; L.N. 80 of 2012; L.N. 173 of 2012; L.N. 90 of 2013; L.N. 198 of 2013; L.N. 13 of 2017; L.N. 13 of 2019)