

JAPAN		JAPAN
Product	Type of Restriction	Remarks
<u>Quantitative Restrictions:</u>		
Coal; gas oils, heavy fuel and raw oils, and other petroleum oils; some chemicals and pharmaceutical products; leathers (excluding raw) and leather products, especially footwear; large steam boilers and turbines, some types of diesel engines, and certain large electric generators; office machinery, including digital type computers and parts; and other products	Quotas and licensing	
Machinery, chemicals, drugs, processed foods and other products	Automatic import licensing	Licenses are freely granted but importer must submit imports for approval.
<u>Valuation and Taxes</u>		
Whiskey	Internal tax of 150% on high-priced whiskies and brandies	De facto discrimination against imports since competing Japanese whiskies are subject to lower rates of taxation due to lower prices.
Automobiles	Commodity (sales) tax and annual road tax	Taxes levied according to cylinder capacity and wheel base thereby subjecting most U.S. cars to highest rate.
<u>Government Procurement:</u> ²		
Many products	Government procurement practices	Permission for procurement without open bidding granted by Cabinet Order 336 of September 25, 1963.
<u>Other Restrictions</u>		
Cigarettes, ethyl alcohol, salt	State trading	
Imports	Prior deposit	Rate varies; presently 1% or 5%.
Certain imports	Labeling requirements	Weights must be indicated in metric measurements <u>only</u> .

¹ See enclosure following this section for full listing of quantitative restrictions.

² See enclosure following this section for full list of product categories subject to "Buy-Japan" requirement.