



2013 CUSTOMS BUDGET ISSUES

- Exemption of excise duty on second hand motor vehicles donated to Gvt. by Voluntary organisations
- Rebate of on goods imported by religious organisations was extended to building materials to the extent that such materials are not locally produced.
- Manufacturers rebate: Pharmaceutical Industry. Importation of essential raw materials to approved pharmaceutical companies.

CUSTOMS BUDGET ISSUES CONT.

- Suspension of duty on motor vehicles imported by approved safari operators was extended to June 2013
- Rebate of duty on spare parts for fiscalised devices was extended with effect from 16 November 2012.
- Rate of surtax of 25% on selected goods; soaps, meat products, beverages, dairy products, and cooking oil

CUSTOMS BUDGET ISSUES CONT.

- With effect from 16 November 2012, rate of customs duty on imported chickens to \$1.50 per kg or 40% whichever is greater
- Customs duty on certain inputs reviewed down wards with effect from 1 January 2013
- Excise duty on clear beer was reviewed upwards from 40% to 45% with effect from 1 December 2012

BUDGET CUSTOMS ISSUES CONT.

- Duty on imported clear beer. A specific duty of \$0.45 per litre or 45% whichever is higher with effect from 1 December 2012
- Excise duty on cigarettes was increased from \$10 per 1 000 sticks to \$15 per 1 000 sticks with effect from 1 December 2012

SI 15/2013 CLOTHING

MANUFACTURER`S REBATE

- Valid for twelve months from 1/1/13 to 31/12/13.
- To eligible, the applicant must be registered with a National Employment Council and be a member of a clothing manufacturers association.
- Submission of form CMR₁ to Zimra for registration as a manufacturer supported by documents required by Zimra before importation or removal from bond
- On receipt of the application, the officer will inspect the applicant`s premises and machinery and report findings to the Commissioner

IF APPLICATION IS APPROVED APPLICANT SHALL

- Erect on his premises the stores for rebated materials.
- Enter into a bond on form 143 with sufficient surety in an amount determined by the Commissioner for securing of duty and compliance with regulations
- Pay a prescribed fee
- After compliance with the above, the Commissioner will register the client.

REASONS FOR REJECTION

- Adequate control of materials imported or taken out of bond under rebate of duty is not likely to be maintained
- Any provisions of these regulations will not be complied with

OTHER CONDITIONS FOR THE REBATE

- Provision of a secure store for rebated goods & provision fastening the stores with a customs lock.
- Rebated goods not to be stored anywhere else and the store shall not be used for other purposes
- Consumption entries to be done at the port of entry nearest to the premises of the manufacturer
- Attach declaration to the effect that the goods are to be used solely in the manufacture of clothing.
- Keeping of stock in a form approved by the Commissioner
- Failure to keep the stock book may result in goods deemed to have been used for other purposes
- The stock-book and premises shall be open for inspection by an officer at any time.

SCHEDULES

- First Schedule: Forms
- Second Schedule: Materials eligible for rebate
- Third Schedule: List of Manufacturers eligible for rebate

REASONS FOR SUSPENSION OR CANCELLATION OF REGISTRATION

- Ceases to manufacture clothing
- Fails to comply with or contravenes any of the provisions of these regulations
- Fails to pay the fee for the renewal of registration
- So requests
- If any registration is cancelled, any duty rebated shall become due and payable.



SI 30 OF 2013 ELECTRICAL MANUFACTURERS REBATE [AMENDMENT]

- Amended SI 378 of 1999, Second Schedule by the repeal and substitution of Part F
- Part F provides for component parts and materials eligible for rebate

SI 31 OF 2013 EXCISE DUTY ON FUEL

- Effective from 9 March 2013
- Shall expire on 31 December 2013
- 27101212 leaded petrol rate of duty amended from \$0.25/l to \$0.30/l
- 27101213 unleaded petrol rate of duty amended from \$.25/l to \$0.30/l
- 27101929 diesel rate of duty amended from \$0.20/l to 0.25/l

SI 38 OF 2013 PLASTIC BAGS

- Amended tariff on plastic bags
- 39231000 boxes, cases, crates and similar articles rate of duty amended from 25% to 10%



SI 47 OF 2013 SUSPENSION OF DUTY ON RAW MATERIALS, INTERMEDIATE GOODS, FINISHED GOODS AND CAPITAL GOODS

- Initially published as SI 36 of 2013
- Amendment of SI 257 of 2003 [Suspension Regulations] section 9J by insertion of the items listed in the SI

OTHER CUSTOMS ISSUES

- Section 125 of General Regs: Repair & Return
- Duty is paid on cost of repairs plus freight, insurance and other charges that do not constitute manufacture if not charged then alternative methods of valuation
- Same tariff
- At a rate of 25% ad valorem if the complete article is liable to a specific duty or additional to an ad valorem duty except on excisable goods.

MINING

- Section 144 of General Regs: Suspension of duty on goods imported for specific mine development operations.
- Section 113 of General Regs: Rebate of duty on goods for mining industry[oils for use in extraction of gold other minerals, chemical substances other than spirits]
- Section 129 of General Regs: Rebate of duty on goods for the prospecting and search for mineral deposits [Entered into contract with Gvt. And approved by the Commissioner for prospecting and search of for mineral deposits]

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