GOVERNMENT NOTICE NO. 7

CUSTOMS AND EXCISE ACT

(CAP 42:01)

CUSTOMS AND EXCISE (AMENDMENT) REGULATIONS, 2022

IN EXERCISE of powers conferred by section 175 of the Customs and Excise Act, I, SOSTSEN ALFRED GWENGWE, Minister of Finance and Economic Affairs, make the following Regulations—

Citation

1. These Regulations may be cited as the Customs and Excise (Amendment) Regulations, 2022.

Amendment of regulation 145 to Cap. 42:01 sub. leg. p.79

2. The Customs and Excise Regulations (hereinafter referred as the "principal Regulations") are amended, in regulation 145, by deleting the word "K15,000" and substituting therefor, the word "K20,000".

3. The principal Regulations are amended, in the Eighth Schedule in Part I— Amendment of Part 1 of the Eighth Schedule of the principal Regulations

(*a*) by adding, under paragraph 3, new sub-paragraphs (2), (3), (4), (5) and (6) as follows—

"(2) An applicant for registration under sub-paragraph (1) shall be registered under the following categories—

(*a*) small scale manufacturing for manufacturers whose annual turnover does not exceed K50, 000, 000.00. An applicant in small scale manufacturing shall demonstrate a manufacturing process with a value addition of at least 5%;

(*b*) essential produce manufacturing for manufacturers of medicaments and pharmaceuticals, fertilizer and technology manufacturing industries. An applicant in essential produce manufacturing shall demonstrate a manufacturing process with a value addition of at least 5%;

(*c*) local market manufacturing for manufacturers of goods for the local market. An applicant in local market manufacturing shall demonstrate a manufacturing process with a value addition of at least 10%; and

(*d*) export market manufacturing for manufacturers of goods for export. An applicant in export market manufacturing shall demonstrate a manufacturing process with a value addition of at least 35%.

(3) A manufacturer shall be registered under small scale manufacturing or local market manufacturing for a maximum period of ten years, whether continuous or intermittent.

(4) A manufacturer shall be registered under export market manufacturing for a maximum period of fifteen years, whether continuous or intermittent.

(5) Where a manufacturer registered under small scale manufacturing or local market manufacturing demonstrates a manufacturing process with a value addition of at least 35%, he may be registered under export market manufacturing.

(6) In any case, either a registration under one category or where the manufacturer moves from one category to another, a manufacturer shall not be registered for rebate of duty for a period exceeding fifteen years, whether continuous or intermittent.".

Made this 18th day of February, 2022.

S. A. GWENGWE
Minister of Finance and Economic Affairs

(FILE NO.C/RD/6/3/3/21)