

SOUTH AFRICAN REVENUE SERVICE

**Government Gazette
Notice R.**

AMENDMENT OF PARAGRAPH 8 OF SCHEDULE 1 TO THE VALUE-ADDED TAX ACT, 1991 (ACT NO. 89 OF 1991) IN TERMS OF SECTION 74(3)(a) TO INSERT ITEM 406.00 IN CONSEQUENCE OF THE INSERTION OF REBATE ITEM 406.04 IN SCHEDULE NO. 4 OF THE CUSTOMS AND EXCISE ACT, 1964 (ACT NO. 91 OF 1964)

By virtue of the power vested in me by section 74(3)(a) of the Value-Added Tax Act, 1991 (Act No. 89 of 1991) (the Act), I, Tito Titus Mboweni, Minister of Finance, hereby amend paragraph 8 of Schedule 1 to the Act to regulate the exemption from value-added tax on the importation of goods for official use by an organisation or institution in terms of an agreement entered into by the Republic of South Africa.

**TT Mboweni
Minister of Finance**

DRAFT

GENERAL EXPLANATORY NOTES:

[] Words in bold type in square brackets indicate omissions from existing enactments.

____ Words underlined with a solid line indicate insertions in existing enactments.

SCHEDULE

Schedule 1 to the Value-Added Tax Act, 1991 (Act No. 89 of 1991), is hereby amended -

(a) by the amendment of item 406.00 and an insertion in paragraph 8 after item No. 406.03/00.00/01.00 of item Nos. 406.04/00.00/01.00 of the following:

“406.00

NOTES:

3. For the purposes of rebate items 406.03 **and 406.04**, "an organisation or institution" shall mean those which the Director-General: Department of International Relations and Co-operation or an official acting under his authority has certified as an organisation or institution with which the Republic has concluded a formal agreement which provides, inter alia, for the granting of such rebate facilities.

406.04/00.00/01.00 Goods imported for the official use by an organization or institution in terms of the agreement as provided for in Note 3: Provided that such agreement explicitly makes provision for the exemption of VAT.