

**CUSTOMS AND EXCISE ACT, 1964.-
AMENDMENT OF SCHEDULE NO. 4 (No. 4/240)**

Under section 75 of the Customs and Excise Act, 1964, Schedule No. 4 to the said Act is hereby amended to the extent set out in the Schedule hereto.

M MPAHLWA
DEPUTY MINISTER OF FINANCE

SCHEDULE

I Rebate Item	II				III Extent of Rebate	Anno= tations
	Tariff Heading	Rebate Code	C. D.	Description		
460.17		"03.02	26	<p>By the insertion after rebate code 02.02 to tariff heading No. 87.00 of the following:</p> <p>Motor vehicles classifiable under subheadings Nos. 8701.20.10, 8702.10.80, 8702.90.10, 8703.21.90, 8703.22.90, 8703.23.90, 8703.24.90, 8703.31.90, 8703.32.90, 8703.33.90, 8703.90.90, 8704.21.80, 8704.31.80, 8704.90.80 and 8706.00.10 entered on or before 31 December 2012 for the purposes of this provision, as specified by the Director-General: Trade and Industry by means of a certificate: Provided that the application for such certificate shall not be considered by the Director-General: Trade and Industry unless the applicant –</p> <p>(a) proves that he or she is a manufacturer of specified motor vehicles registered in terms of Chapter 98 or an automotive component manufacturer which is contracted to supply automotive components to a manufacturer of specified motor vehicles;</p>	Full duty"	

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				<p>(b) has submitted a business plan on or before 31 December 2007 in respect of a project to invest in productive assets, with a view to producing specified motor vehicles or automotive components of sufficient quality, quantity and at competitive prices to supply the common customs area and international markets in line with the guidelines issued by the Director-General: Trade and Industry; and</p> <p>(c) has proved to the satisfaction of the Director-General: Trade and Industry that the project will contribute to the achievement of the overall objectives of the Government's Motor Industry Development Programme.</p> <p>NOTES:</p> <p>1. Productive assets include the following:</p> <p>Buildings erected, rented or leased for the sole purpose of manufacturing specified motor vehicles or automotive components; and new or unused plant, machinery, tooling, jigs, dies and moulds, in-plant logistics, testing, design and production IT equipment and supporting software.</p> <p>The duty which may be rebated is calculated as follows:</p> <p>A total of 20 per cent of the value of the productive assets approved by the Director-General: Trade and Industry for purposes of this rebate provision; but limited to 4 per cent per annum for five years.</p> <p>2. The Director-General: Trade and Industry may impose further conditions without prior notice, and the certificate or amended certificates shall be forwarded directly to the Commissioner for retention by him or her.</p>		

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				<p>By the substitution for Note 1(ii) to tariff heading No. 87.06 of the following:</p> <p>“(ii) For the purposes of paragraph (i) above the value of the excess duty free allowance and the value of an import rebate credit certificate shall be reduced by 30 per cent if the rebate is used to import specified motor vehicles. No adjustment shall, however, be made if the import rebate credit certificate is in respect of specified motor vehicles exported.”</p>		