

## FURTHER TAX RELIEF MEASURES TO COMBAT COVID-19 PANDEMIC EFFECTS

Dear Licensee,

Due to the restrictions on the sale of alcoholic beverages and tobacco products, the National Treasury announced the additional tax relief set out in paragraphs A and B below in respect of excise compliant businesses.

### **A. Traditional African Beer and Malt beer**

The aim of the relief is to defer the payment of excise duties due in August 2020 and September 2020 for a period of 90 days without interest or penalties.

For non-compliant clients, the normal payment due date as published on the SARS website will apply.

#### Submission of excise accounts:

The submission dates for traditional African beer and malt beer remain the same. The excise EXD01 submission process remains the same.

#### Payment of excise accounts:

Only payments due in August 2020 and September 2020 are deferred for 90 days. Please note that payments originally due in May 2020 and June 2020, which were deferred under the tax relief originally offered, will not receive a further 90 day deferral and remain payable in August and September.

Traditional African beer and malt beer licensees fall into one of the following payment categories:

- **Traditional African beer** – 100% in 30 days
- **Malt beer** – Payment 1: 50% in 30 days and 100% in February  
- Payment 2: 50% in 60 days and 100% in February

The following excise account payments qualify for the 90-day payment deferment:

#### **Traditional African Beer**

Account type	Accounting period	Payment date	90 day payment deferment date
SVM -30 days	July 2020	28 August 2020	26 November 2020
	August 2020	29 September 2020	28 December 2020

#### **Malt Beer**

Account type	Accounting period	Payment date	90 day payment deferment date
VM – 30/60 days	July 2020	28 August 2020	26 November 2020
	August 2020	29 September 2020	28 December 2020

## B. TOBACCO PRODUCTS

The aim of the relief is to extend the original 90 day deferral period granted in respect of payments due in May 2020 and June 2020 to a period of 150 days, without interest or penalties. This means that an additional 60 days are added to the initial 90 day relief period granted.

Submission of excise accounts:

The submission dates for tobacco products remain the same. The excise EXD01 submission process remains the same.

Payment of excise accounts:

Only payments that were due in May 2020 and June 2020 are now deferred for 150 days instead of the original 90 days granted under the initial tax relief measure.

Tobacco products licensees fall into the following payment category:

- **Tobacco** - 100% in 60 days

The following tobacco products excise payments qualify for the 150 day payment deferral (i.e. the 60 days additional to the initial 90 day payment deferral period)

### Tobacco

Account type	Accounting period	Payment date	Original 90 day payment deferral date	Extended to 150 day payment deferral date
VM – 60 days	March 2020	28 May 2020	28 August 2020	27 October 2020
	April 2020	29 June 2020	29 September 2020	27 November 2020

Sincerely



**ANAND KHELAWON**  
**EXECUTIVE: EXCISE**