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Ministry of Finance, Planning &
Economic Development,
P.O. Box, 8147
Kampala, Uganda

CERTIFICATE OF FINANCIAL IMPLICATION

(Made under Section 74 of the Public Finance Management Act, 2015)

THIS IS TO CERTIFY that the Bill entitled the External Trade (Amendment) Bill, 2026, has been examined as required under Section 74 of the Public Finance Management Act, Cap. 171. I wish to report as follows: -

1. That the Bill has the following objective:

The main objective of the Bill is to amend the External Trade Act, Cap. 69 to;

- i. Exempt imports of vaccines, medicines, medical supplies, pesticides, rodenticides, acaricides and insecticides from the infrastructure levy and import declaration fee.
- ii. Impose an environmental levy on worn clothing and other worn articles.

2. That it is expected to achieve the following outputs:

The Bill is expected to achieve the following outputs;

- i. Improve citizens' welfare by keeping the prices of medicines and medical supplies low.
- ii. Keep the prices of crop and livestock medicines low to boost agricultural productivity and economic growth.
- iii. Address environmental concerns by discouraging the import of low-quality second-hand clothes, and protect the nascent local textile industries.

3. Impact on the economy

The revenue yield from the Bill will be allocated to areas that generate economic output, which will contribute to sustainable economic growth from 6.6% in FY 2025/26 to 10.2% in FY 2026/27. In nominal terms, the size of the economy will increase

Mission

"To formulate sound economic policies, maximize revenue mobilization, ensure efficient allocation and accountability for public resources so as to achieve the most rapid and sustainable economic growth and development"

from Shs. 249.33 trillion by the end of FY 2025/26, to Shs. 288.57 trillion by the end of FY 2026/27.

The impact of the proposed changes in the External Trade (Amendment) Bill, 2026, on business, consumption, and welfare will be positive.

4. That the expenditure plan by major components for the next two years.

Since these are amendments to the existing tax provisions, there is no expenditure plan specifically different from the overall allocation of Shs 877.30 billion for FY 2025/26 and Shs. 917.40 billion for FY 2026/27 to Uganda Revenue Authority.

5. That the funding and budgetary implications are the following:

Funding is going to be through the overall Government budgetary allocations to the Uganda Revenue Authority.

6. Expected savings and/or revenue to Government:

The revenue gain expected from the Bill is estimated to be Shs. 40 billion annually.

Submitted under my hand this **30th March, 2026.**


Matia Kasaija (MP)
MINISTER OF FINANCE, PLANNING AND ECONOMIC DEVELOPMENT.

Received by

Date.....

