



THE REPUBLIC OF UGANDA

# THE FINANCE BILL, 2004

**BILLS SUPPLEMENT**

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**Bill No. 13**

*Finance Bill*

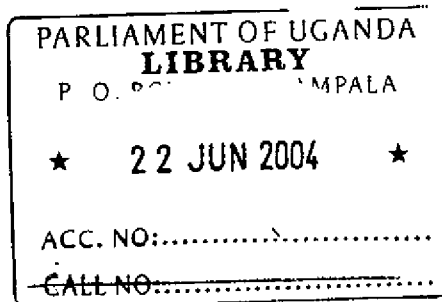
**2004**

**THE FINANCE BILL, 2004.**

**MEMORANDUM.**

The object of this Bill is to provide for the alteration of certain duties, to amend certain written laws relating to those taxes and duties and for other related purposes.

**GERALD M. SSENDAULA,**  
*Minister of Finance, Planning and Economic Development.*



THE FINANCE BILL, 2004.

ARRANGEMENT OF CLAUSES.

Clause

PART I—PRELIMINARY.

- 1. Short title and commencement.

PART II—AMENDMENTS TO THE FINANCE ACTS.

- 2. Substitution of Second Schedule to the Finance Act 2003.
- 3. Amendment of Parts I and II of the Third Schedule to Finance Act 2003 and Part I of the Second Schedule to Finance (No. 2) Act 2002.
- 4. Repeal of sections 7, 8, 9 and 10 of the Finance Act 2003.

PART III—TAXES REMITTED UNDER THE EXCISE TARIFF ACT AND THE CUSTOMS TARIFF ACT.

- 5. Remission of excise duty.
- 6. Partial remission on specified products.
- 7. Remission of import duty and excise duty on pharmaceutical products.
- 8. Conditional remission of import duty and excise duty on raw materials.

PART IV—MISCELLANEOUS.

- 9. Specific rates to apply to imported products only.
- 10. Amendment of First Schedule to the Finance Act 2003.
- 11. Amendment of Part IV of Fourth Schedule.

SCHEDULES

**FIRST SCHEDULE—FEES PAYABLE UNDER THE TRAFFIC AND ROAD SAFETY ACT 1998, CAP. 361.**

**SECOND SCHEDULE—AMENDMENTS TO PARTS I AND II OF THE THIRD SCHEDULE TO THE FINANCE ACT 2003 AND PART I OF THE SECOND SCHEDULE TO THE FINANCE (NO. 2) ACT 2002.**

**THIRD SCHEDULE—AMENDMENTS TO THE FOURTH SCHEDULE OF THE FINANCE ACT, 2003.**

A Bill for An Act

ENTITLED

**THE FINANCE ACT, 2004**

**An Act to provide for the alteration of certain taxes and duties, to amend certain written laws relating to those taxes and duties, and for other related purposes.**

BE IT ENACTED by Parliament as follows:

PART I—PRELIMINARY.

**1. Short title and commencement**

(1) This Act may be cited as the Finance Act, 2004.

(2) This Act shall come into force on 1st July 2004, except for sections 9 and 10 which are deemed to have come into force on 1st July 2003.

## PART II — AMENDMENTS TO FINANCE ACTS.

**2. Substitution of Second Schedule to the Finance Act 2003**

For the Second Schedule to the Finance Act 2003 there is substituted the provisions of the First Schedule to this Act.

**3. Amendment of Parts I and II of the Third Schedule to the Finance Act 2003 and Part I of the Second Schedule to the Finance (No. 2) Act, 2002**

(1) Parts 1 and 2 of the Third Schedule to the Finance Act 2003 and Part 1 of the Second Schedule to the Finance (No.2) Act 2002 are amended in the manner specified in the Second Schedule to this Act.

(2) The specific rates of excise duty of Shs. 28,800 per 1000 sticks applicable to tobacco products with H.S. Codes 2402.10.90, 2402.20.90, 2402.90.90 and the specific rate of excise duty of Shs.17,300 per 1000 sticks applicable on tobacco products with H.S. Codes 2402.10.10, 2402.20.10 and 2402.90.10 specified in Part 1 of the Second Schedule apply only to imported products.

**4. Repeal of sections 7, 8, 9 and 10 of the Finance Act 2003.**

Sections 7, 8, 9 and 10 of the Finance Act 2003 are repealed.

PART III—TAXES REMITTED UNDER THE EXCISE TARIFF ACT  
AND THE CUSTOMS TARIFF ACT.**5. Remission of excise duty**

(1) The excise duty payable under section 3 of the Excise Tariff Act by a manufacturer in Uganda of locally manufactured goods is remitted.

(2) The remission granted under subsection (1) does not apply to goods specified in Part 1 of the Third Schedule to this Act.

(3) Notwithstanding the rate of excise duty charged in respect of beverages, spirits and vinegar falling under chapter 22 of Part 1 of the Second Schedule to the Finance (No. 2) Act 2002, the rate of excise duty charged in respect of the manufacture in Uganda of wine, whose local raw material content, excluding water, is at least 75% by weight of its constituents, shall be the rate of 20%.

**6. Partial remission of duty on specified products**

(1) The import duty under the Customs Tariff Act and the excise duty under the Excise Tariff Act, payable by a manufacturer in Uganda in respect of the items with HS Codes specified in Part II of the Third Schedule is remitted to 7 percent and nil respectively.

(2) The remission under subsection (1) is granted on condition that—

- (a) the items are to be used as raw materials for the manufacture of products for which the manufacturer is registered for value added tax purposes; and
- (b) the manufacturer maintains premises, which are subject to customs control.

(3) A manufacturer who uses the items referred to in this section in contravention of a condition specified in subsection (2) shall pay the normal import duty and excise duty on those items and is liable to penalties specified in the Customs Management Act and the East African Excise Management Act.

**7. Remission of import duty and excise duty on pharmaceutical products**

(1) The import duty under the Customs Tariff Act and the excise duty under the Excise Tariff Act payable by a manufacturer in Uganda of pharmaceutical products or disposable syringes in respect of the items with HS Codes specified in Part III of the Third Schedule to this Act is remitted.

(2) The remission under subsection (1) is granted on condition that the Drugs Verification Committee established under the National Drug Policy and Authority Act must verify that—

- (c) the importer of the items is registered with the Pharmacy Board established under the Pharmacy and Drugs Act, as a manufacturer of pharmaceutical products or disposable syringes; and

- (d) the items are for use as packaging materials for pharmaceutical products or as raw materials for the manufacture of disposable syringes.

(3) A manufacturer who uses the items referred to in this section in contravention of any condition stated in subsection (2) shall pay the specified import duty and excise duty on those items and is liable to applicable penalties specified in the Customs Management Act and the East African Excise Management Act.

## **8. Conditional remission of import duty and excise duty on raw materials**

(1) The import duty under the Customs Tariff Act and the excise duty under the Excise Tariff Act, payable by a manufacturer in Uganda in respect of the items with HS Codes specified in Part IV of the Third Schedule to this Act is remitted.

(2) The remission under subsection (1) is granted on condition that—

- (e) the items are to be used as raw materials for the manufacture of products for which the manufacturer is registered for value added tax purposes; and
- (f) the manufacturer maintains premises which are subject to customs control.

(3) A manufacturer who uses the items referred to in this section in contravention of a condition specified in subsection (2) shall pay the normal import duty and excise duty on those items and is liable to penalties specified in the Customs Management Act and the East African Excise Management Act.

## **PART IV—MISCELLANEOUS.**

### **9. Specific rates to apply to imported products only**

The specific rate of excise duty of Shs. 25,000 per 1000 sticks applicable on tobacco products with H.S. Codes 2402.10.90, 2402.20.90 and 2402.90.90 and the specific duty rate of Shs.15,000 per 1000 sticks



applicable on tobacco products with H.S. Codes 2402.10.10, 2402.20.10 and 2402.90.10 specified in Part I of the Third Schedule to the Finance Act 2003 shall be deemed to have applied to imported products only.

**10. Amendment of First Schedule to the Finance Act 2003**

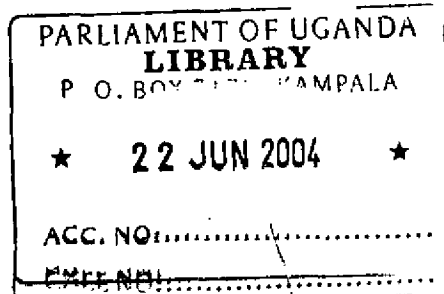
The Finance Act, 2003 is amended in First Schedule by inserting between the items "beer" and "sweets" the item "bread".

**11. Amendment of Part IV of Fourth Schedule**

The Finance Act, 2003 is amended in Part IV of the Fourth Schedule by inserting immediately after product 170 the following—

"Product	H.S CODE
170 Other	7210.49 00"

—————  
**SCHEDULE**



FIRST SCHEDULE.

Section 2

FEEs PAYABLE UNDER THE TRAFFIC AND ROAD SAFETY ACT 1998, Cap 361.

Part 1—Licence Fees Payable

The annual license fees payable are—

<i>Vehicle Category</i>	<i>Licence fee payable</i>
(a) Motor Cycles	Shs 400 per cc of engine size
(b) Sedan cars, saloon cars, estate cars but excluding dual purpose goods passenger vehicles	Shs 200 per cc of engine size
(c) Passengers vehicles including light omnibuses, and medium omnibuses having seating accomodation not exceeding 28 passengers	Shs 200 per cc of engine size
(d) Medium omnibuses and heavy omibuses having seating accomodation for more than 28 passengers	Shs 110 per cc of engine size
(e) Ambulances, prison vans and hearses	Shs 65 per cc of engine size
(f) Goods vehicles( including dual purpose/ passenger vehicles) heavy light goods vehicles	

<i>Engine size</i>	<i>Licence fee payable(shs)</i>
0-1000	120,000
1001-1500	150,000
1501-2000	200,000
2001-2500	230,000
2501-3000	300,000
3001-3500	350,000
3501-4000	400,000
4001-5000	450,000
5001-6000	500,000
6001-7000	550,000
Over 7001	600,000

(g) Trailers and Semi trailers

<i>Gross vehicle weight (kgs)</i>	<i>License fee payable (Shs)</i>
0-1000	60,000
1001-2000	90,000
2001-3500	120,000
3501-5000	190,000
5001-7500	270,000
7501-10000	350,000
10001-20000	430,000
20001-30000	490,000
30001-40000	540,000
Over 40001	590,000

(h) Prime movers and recovery vehicles

<i>Engine sizes(c.c)</i>	<i>Licence fee payable(shs)</i>
0-2500	200,000
2501-5000	400,000
5001-10000	560,000
Over 10000	600,000

(i) Agricultural tractors

<i>Net vehicle weight(kgs)</i>	<i>License fee payable(shs)</i>
0-3000	20,000
Over 3000	50,000

(j) Agricultural trailers

<i>Gross vehicle weight(kgs)</i>	<i>License fee payable(shs)</i>
0-3000	20,000
3000 above	40,000

(k) Engineering plant, tractors and other related vehicles

<i>Engine size(c.c)</i>	<i>License fee payable</i>
0-3000	270,000
3001-5000	320,000
5001-7000	490,000
Over 7001	640,000

(l) Omnibus Operator's vehicle licence

<i>Type of Vehicle</i>	<i>Licence fee payable</i>
Heavy omnibus over 60 passengers	150,000
Medium omnibus 20 - 60 passengers	100,000
Light omnibus 7 - 20 passengers	50,000

(m) Type of vehicle

Pmo Heavy omnibus over 60 passegers	150,000
Pmo Medium omnibus 20-60 passegers	100,000
Pmo light omnibus 7-20 passengers	50,000

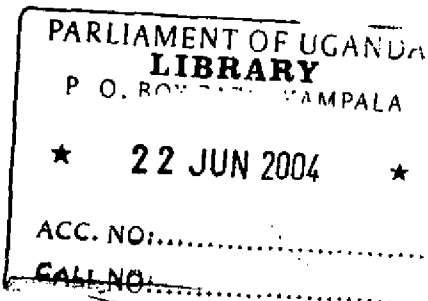
(n) Type of vehicle

Towncab/small car	30,000
Tourist omnibus over 60 passengers	80,000
Tourist omnibus 20-60 passengers	50,000
Tourist omnibus 7-20 Passengers	40,000
Trucks	50,000
Pickups	20,000
MotorCycles	10,000

**PART II- FEES FOR VARIOUS DOCUMENTS AND SERVICES**

<i>Item</i>	<i>Fees(Shillings)</i>
1. Registration fees for motor vehicles	100,000
2. Re-registration fees for motor vehicles	70,000
3. Registration fees for motor cycles	70,000
4. Re-registration fees for motor cycles	40,000
5. Registration fees for personalised number plate vehicles	3,000,000
6. Registration fees for personalised number plate for motor cycles	500,000
7. Alteration of particulars of motor vehicles (each item)	10,000
8. Certified copies of record	10,000
9. Search fees	10,000

10. Dealers motor vehicle licence per year	150,000
11. OTV Licence	60,000
12. Transfer fees	
(a) Motor Cycle	30,000
(b) Motor cars and other dual purpose vehicles, excluding light goods vehicles	40,000
(c) Other motor vehicles, trailers,tractors or engineering plant	60,000
13. Duplicate receipt and other licence certificate	10,000
14. Duplicate registration book	10,000
15. Duplicate driving permit	25,000
16. Vehicle examination fees( Inspection fees)	
(a) Motor Cycles	2,000
(b) Motor cars and other dual purpose vehicles,excluding light goods vehicles	5,000
(c) Other motor vehicles, trailers,tractors or engineering plant	5,000
(d) Agricultural tractors	3,000
17. Driving permits(Original)	
(a) one year	25,000
(b) three years	45,000
Driving permit(renewal)	
(a) one year	20,000
(b) three years	30,000
18. Driving permit exchange	
(a) one year	25,000
(b) three years	45,000
19. Driving permit provisional	10,000
20. Accident report	50,000
21. Sketch plan	15,000
22. Test fees(per class)	18,000



23. Endorsement of third party interest	30,000
24. Extention(per class)	20,000
25. Duplicate order form	10,000
26. Form fees(per form)	5,000
27. Order form (set)	4,000
28. Cancellation fees	10,000
29. De-registration for export	
(a) Motor cycles	150,000
(b) Station wagon	300,000
(c) Salon vehicles	250,000
(d) Commercial vehicles	350,000
(e) Agricultural tractors	2,000,000
(f) Omnibus	300,000
(h) Engineering plant and other related vehicles	1,500,000
(i) Agricultural trailer	500,000

## SECOND SCHEDULE

## Section 3

## PART I

AMENDMENTS TO PARTS I AND II OF THE THIRD SCHEDULE  
TO THE FINANCE ACT 2003 AND PART I OF THE SECOND SCHEDULE  
TO THE FINANCE (NO. 2) ACT 2002

Hending	H. S. Code	Description	Unit of Qty	Import Duty	COMESA Duty	Excise Duty	VAT
04.02		Milk and cream, concentrated or containing added sugar or other sweetening matter.					
	0402.29.00	-- Other	kg	15%	6%	10%	Ex
14.02	1402.00.00	Vegetable materials of a kind used primarily as stuffing or as padding (for example, kapok, vegetable hair and oel-grass), whether or not put up as a layer with or without supporting material.	Kg	7%	4%		17%
21.01		Extracts, essences and concentrates, of coffee, tea or mate and preparations with a basis of these products or with a basis of coffee, tea or mate; roasted chicory and other roasted coffee substitutes, and extracts, essences and concentrates thereof. - Extracts, essences and concentrates, of coffee, and preparations with a basis of these extracts, essences or concentrates or with a basis of coffee.					
	2101.11.00	-- Extracts, essences and concentrates	kg	7%	4%	10%	17%
22.07		Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol or higher; ethyl alcohol and other spirits, denatured, of any strength.					
	2207.20.00	- Ethyl alcohol and other spirits, denatured, of any strength	L	0%	0%		17%
24.02		Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.					
		Cigars, cheroots and cigarillos, containing tobacco					
	2402.10.10	- Up to 70 mm long	Kg.	15%	6%	150% or Shs.17,300 per 1000 sticks whichever is higher.	17%
	2402.10.90	- More than 70 mm long	Kg.	15%	6%	150% or Shs.28,800 per 1000 sticks whichever is higher.	17%
		Cigarettes containing tobacco					
	2402.20.10	- Up to 70 mm long	Kg.	15%	6%	150% or Shs.17,300 per 1000 sticks whichever is higher.	17%

Heading	H. S. Code	Description	Unit of Qty	Import Duty	COMESA Duty	Excise Duty	VAT
	2402.20.90	- More than 70 mm long	Kg.	15%	6%	150% or Shs. 28,800 per 1000 sticks whichever is higher.	17%
		- Other					
	2402.90.10	- Up to 70 mm long	Kg.	15%	6%	150% or Shs. 17,300 per 1000 sticks whichever is higher.	17%
	2402.90.90	- More than 70 mm long	Kg.	15%	6%	150% or Shs. 28,800 per 1000 sticks whichever is higher.	17%
24.03		Other manufactured tobacco and manufactured tobacco substitutes; "homogenised" or "reconstituted" tobacco; tobacco extracts and essences.					
	2403.10.00	- Smoking tobacco, whether or not containing tobacco substitutes in any proportion:	Kg	15%	6%	150%	17%
		- Other:					
	2403.91.00	- "Homogenised" or "reconstituted" tobacco	Kg.	15%	6%	150%	17%
	2403.99.00	-- Other	Kg	15%	6%	150%	17%
25.21	2521.00.00	Limestone flux; limestone and other calcareous stone, of a kind used for the manufacture of lime or cement.	kg	0%	0%		17%
27.10		Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing by weight 70% or more of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations; waste oils.					
		- Waste oil					
	2710.19.59	--- Other	l	7%	4%		17%
33.01		Essential oils (terpeneless or not), including concretes and absolutes; resinoids; extracted oleoresins; concentrates of essential oils in fats, in fixed oils, in waxes or the like, obtained by enfleurage or maceration; terpenic by-products of the deterpenation of essential oils; aqueous distillates and aqueous solutions of essential oils.					
	3301.11.00	-- Of bergamot	kg	0%	0%		17%



Heading	H. S. Code	Description	Unit of Qty	Import Duty	COMESA Duty	Excise Duty	VAT
	3301.12.00	-- Of orange	kg	0%	0%		17%
	3301.13.00	-- Of lemon	kg	0%	0%		17%
	3301.14.00	-- Of lime	kg	0%	0%		17%
	3301.19.00	-- Other	kg	0%	0%		17%
		- Essential oils other than those of citrus fruit :					
	3301.21.00	-- Of geranium	kg	0%	0%		17%
	3301.22.00	-- Of jasmín	kg	0%	0%		17%
	3301.23.00	-- Of lavender or of lavandin	kg	0%	0%		17%
	3301.24.00	-- Of peppermint (Mentha piperita)	kg	0%	0%		17%
	3301.25.00	-- Of other mints	kg	0%	0%		17%
	3301.26.00	-- Of vetiver	kg	0%	0%		17%
	3301.29.00	-- Other	kg	0%	0%		17%
	3301.30.00	- Resinoids	kg	0%	0%		17%
	3301.90.00	- Other	kg	0%	0%		17%
36.01	3601.00.00	Propellant powders.	kg	7%	4%		17%
36.02	3602.00.00	Prepared explosives, other than propellant powders.	kg	7%	4%		17%
36.03	3603.00.00	Safety fuses; detonating fuses; percussion or detonating caps; igniters; electric detonators.	kg	7%	4%		17%
39.09	3909.50.00	Alkyd resins		7%	4%		17%
40.11		New pneumatic tyres, of rubber.					
	4011.94.00	-- Of a kind used on construction or industrial handling vehicles and machines and having a rim size exceeding 61 cm"	U	7%	4%		17%
40.15		Articles of apparel and clothing accessories (including gloves, mittens and mitts), for all purposes, of vulcanised rubber other than hard rubber.					
		- Gloves, mittens and mitts :					
	4015.19.00	-- Other	kg	0%	0%		17%
72.02		Ferro-alloys.					
	7202.30.00	- Ferro-silico-manganese	kg				17%
72.03	7203.10.00	Ferrous products obtain by direct reduction of iron ore.	kg	0%	0%		17%
	7203.90.00	-- Other	kg	0%	0%		17%
87.08	8708.21.00	-- Safety seat belts	No				17%

## SECOND SCHEDULE

Section 3

## PART II

## AMENDMENTS TO THE THIRD SCHEDULE TO THE FINANCE ACT 2003

## EXEMPTIONS FROM IMPORT DUTIES AND VALUE ADDED TAX.

## CONDITIONAL EXEMPTIONS.

Goods imported or purchased from manufacturers before payment of VAT or purchased before clearance through the Customs by the Government, public bodies, privileged persons and institutions provided such goods are not disposed of within two years of the date of importation or purchase, or in a manner inconsistent with the provisions granting the exemption.

## 1. The President.

Goods for use by the President.

## 2. Diplomatic and First Arrival Privileges.

(1) Goods for the official use of a high official of the United Nations or its Specialised Agencies or any Commonwealth High Commission, or of any Foreign Embassy, Consulate or Diplomatic Mission.

(2) Goods for the official use of the United Nations or its Specialised Agencies, or a member of the diplomatic staff of any foreign country where specific provision for such exemption is made by the Minister responsible for foreign affairs.

(3) Goods of the United Nations or any of its Specialised agencies for the support of a project in Uganda.

(4) On first arrival in the country of accreditation, household and personal effects including one motor vehicle, of an employee of the United Nations, or of its Specialised Agencies, of any Commonwealth High Commissions, or of any foreign embassy, Consulate or Diplomatic Mission, provided that such employee is not engaged in any other business in Uganda:

Provided further that any motor vehicle acquired free of import duty pursuant to the provisions of paragraphs (1), (2) or (3) of this exemption shall on re-sale or

upon other disposition, whether or not for any material consideration, be liable to import duty and VAT notwithstanding that the period of two years allowed in this Schedule has elapsed.

3. Projects undertaken by foreign Governments

- (i) Goods for the official use of the foreign Governments or its designated Agency for the use on a project undertaken by such Government in Uganda under an agreement with the Government where such exemption forms part of the contract
- (ii) Goods for the use of personnel of a foreign Government or its designated Agencies undertaking assignments under a Bilateral Agreement, where specific provision is made in the Agreement

4. Disabled Persons.

(1) Motor vehicles and equipment specially designed for the use of disabled drivers.

(2) Materials and articles especially designed for the educational, scientific or cultural advancement of the disabled for the use of an organisation approved by the Government for the purpose of this exemption.

5. Deceased person's effects

Used personal effects, subject to such limitations as the Commissioner General may impose, which are not for re-sale and have been the property of a deceased person and have been inherited by or bequeathed to the person to whom they are consigned. The personal effects include one motor vehicle which the deceased owned and used outside Uganda.

6. Passengers Baggage

Goods imported by passengers arriving from places outside Uganda shall, subject to the limitations and conditions specified in the following paragraphs:

(1) The goods shall be:

- (a) the property, and accompany, the passenger, except as provided in paragraph (7) of this item;
- (b) for the personal or household use of the passenger;
- (c) of such kinds and in such quantities as the proper officer may allow; and

(d) shall not be disposed of by the passenger within two years of the date of importation.

(2) The following goods shall not be exempted under this item:-

(a) alcoholic beverages of all kinds, perfumes, spirits and tobacco and manufactures thereof, except as provided in paragraphs (6) and (7) of this item;

(b) fabrics in piece;

(c) motor vehicles, except as provided in paragraph (3) of this item;

(d) any trade goods or goods for sale or disposal to other persons.

(3) Subject to paragraphs (1) and (2) of this item, the following goods may be exempted under this item when imported as baggage by a person who the proper officer is satisfied is bona fide changing residence:

a. wearing apparel;

b. personal and household effects of any kind which were in his personal or household use in his former place of residence;

c. one motor vehicle which the passenger has personally owned and used outside Uganda for at least twelve months (excluding the period of the voyage in the case of shipment).

(4) Subject to paragraphs (1) and (2) of this item, the following goods may be exempted under this item when imported as baggage by a person who the proper officer is satisfied is making a temporary visit not exceeding six months—

b. non-consumable goods imported for his personal use during his visit which he intends to take out with him when he leaves at the end of his visit;

c. consumable provisions and non-alcoholic beverages in such quantities and of such kinds as are in the opinion of the proper officer consistent with his visit;

(5) Subject to paragraphs (1) and (2) of this item, the following goods may be exempted under this item when imported as baggage by a person who the proper officer is satisfied is a resident returning from a visit;

- a. wearing apparel;
- b. personal and household effects which have been in his personal use or household use;
- c. instruments and tools for his personal use in his profession or trade.

(6) Subject to paragraph (1) of this Item, and subject to sub-paragraph (b) of this paragraph, duty and VAT shall not be levied on the following goods imported by, and in the possession of a passenger:—

- a. (i) spirits (including liquors) or wine, not exceeding in all one litre;  
(ii) perfume and toilet water not exceeding in all one half-litre, of which not more than a quarter may be perfume;  
(iii) cigarettes, cigars, cheroots, cigarillos, tobacco and snuff not exceeding in all 250 grammes in weight.
- b. these import duty free allowances shall be granted only to passengers of eighteen years and over who are returning by air.

(7) Subject to paragraphs (1) and (2) of this item, the exemptions granted in accordance with paragraphs (3), (4) and (5) of this Item may be allowed in respect of baggage imported within two months of the arrival of the passenger or such further period as the Commissioner-General may allow. The duty free allowances granted in accordance with paragraph (6) of this item shall not be allowed in respect of goods specified in the paragraph imported as unaccompanied baggage.

(8) Subject to paragraphs (1) and (2) of this Item, goods up to the value of US\$ 500 for each traveller in respect of goods, other than the goods referred to in paragraph (7) of this Item, shall be exempted when imported by the traveller in his accompanied baggage or upon his person and declared by him to an officer, provided that the person has been outside of Uganda for in excess of 24 hours.

7. Inputs for the manufacturer of agricultural equipment.
8. Bags, sacks and packing materials pre-printed with company logo and product, exclusively to be used by the milling industry for packing milled products of Chapter 11, and milk packing materials.
9. Samples and miscellaneous articles not imported as merchandise which in the opinion of the Commissioner General have no commercial value.
10. Ambulances, prison vans and hearses.
11. Mosquito nets and materials for manufacture of mosquito nets.
12. Sowing seeds as approved by the Ministry responsible for Agriculture.

### 13. Aircraft Operations

Aircraft, aircraft engines, parts and accessories thereof, air navigational instruments; lighting, radio and radar apparatus and equipment of specialised nature for the repair, maintenance and servicing of an aircraft on the ground; ground signs, stairways for boarding aircraft, imported solely for use in connection with aircraft; catering stores, such as luncheon boxes, cardboard trays, paper plates, paper napkins, imported for use by any airline.

### 14. Tourism Vehicles

Motor vehicles approved by the Minister on recommendation by the Uganda Tourist Board that they have been specially adapted for use in safari parks but not including saloon cars. However VAT is payable.

### 15. Covering Sheets for Horticulture

- (a) Specialised UV treated PVC-Boy-Ray sheets for greenhouses cover or shade nets;
- (b) Covering sheets for plants of H.S Code 3920.00;
- (c) Labels/stickers of H.S Code 4821.90.00
- (d) Flower sleeves for bouquets; and
- (e) Plastic bags for seedlings;

imported by a person who the Commissioner General is satisfied is engaged in the business of growing and exporting horticultural products.

16. Batteries for use in solar equipment.

Deep cycles batteries and sealed Gel cells for use in solar equipment.

17. Instant or soluble coffee

Instant (soluble) coffee produced from at least 75% coffee beans originally exported from Uganda to another country for outward processing.

18. Packing materials for instant or soluble coffee

Packing materials and or materials for the production of packing materials for packing of instant coffee and ground coffee imported by a person who is registered with UCDA for manufacturing instant/soluble or and ground/roasted coffee.

19. Raw materials for pharmaceutical products

Raw materials imported for use in the manufacture of pharmaceutical products. The remission is granted on condition that the manufacturer is registered with the Pharmacy Board and the Drugs Verification Committee must certify that the items imported are for use in the manufacture of pharmaceutical products for which the manufacturer is registered.

20. Cut-lag - HS Code 2403.10.00 produced from tobacco leaves originally exported from Uganda to another country for outward processing.

21. Materials and equipment specially designed for production and processing honey.

22. Hotels

Hotel equipment: Washing machines, Cutlery, plates, cups, glasses, linen, curtains, blankets, televisions, furniture, carpets, cookers, and fridges engraved or printed with the logo of the Hotel and imported with the prior approval of the Minister of Finance.

23. International Organisations

- a. United Nations Development Programme.
- b. The International Labour Organisation.
- c. The Food and Agricultural Organisation of the United Nations.
- d. The United Nations Educational Scientific and Cultural Organisation.
- e. The International Civil Aviation Organisation.
- f. The World Health Organisation.

- g. The World Meteorological Organisation.
- h. The Universal Postal Union.
- i. The International Telecommunications Union.
- j. The International Atomic Agency.
- k. The Commissioner for Technical Co-operation in Africa South of Sahara.
- l. The Scientific Council for Africa.
- m. The Desert Locust Control Organisation.
- n. East African Development Bank.
- o. East African Community and its agencies.
- p. Inter-Governmental Authority on Development.
- q. African Union.
- r. International Committee of the Red Cross.
- s. The Common Market for East and Southern Africa
- t. The Nile Basin Initiative
- u. African Development Bank.



## THIRD SCHEDULE

Sections 5, 6, 7 and 8

AMENDMENTS TO THE FOURTH SCHEDULE OF  
THE FINANCE ACT 2003

<b>PART I—Locally manufactured goods on which excise duty is not remitted.</b>		
1.	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured with HS Code 2202 10.00.	
2.	Waters, other with HS Code 2202.90.00.	
3.	Beer made from malt with HS Code 2203.00.00.	
4.	Products falling under subheadings 22.04 to 22.09.	
5.	Cigars, cheroots, cigarillos and cigarettes of tobacco substitutes and other manufactured tobacco 24.02 and 24.03.	
<b>PART II—Items on which duty is remitted to 7% and excise duty to nil.</b>		
<b>Section 5.</b>		
<b>Section 6</b>		
<i>Manufacturer</i>	<i>HS Code</i>	<i>Description</i>
1. Manufacturers of mattresses	5210.49.00	Other fabrics
	5513.41.00	of polyester staple fibres, plain weave
	5811.00.00	Fabric materials
2. Manufacturers of suitcases, bags, tents	5208.59.00	Other fabrics
	5210.29.00	Other fabrics
	5310.10.00	Woven fabrics
	5310.90.00	Woven fabrics
	5210.39.00	Woven fabrics of cotton
	5407.81.00	Unbleached or bleached
	5512.19.00	Other
	5911.20.00	Bolting cloth, whether or not made up
5911.20.00	Woven fabrics	
3. Manufacturers of garments	5407.81.00	Unbleached or bleached
	5208.11.00 to	
	5208.19.00	Woven fabrics of cotton
	5209.11.00	Plain weave
	5209.19.00	Other cotton fabrics
	5210.11.00	Plain weave
	5211.11.00	Plain weave
	5407.41.00	Other woven fabrics, unbleached or bleached
	5407.81.00	Other woven fabrics, unbleached or bleached
	5408.21.00	Other woven fabrics, unbleached or bleached
5516.11.00	Woven fabrics or artificial staple fibres	
5702.20.00	Terry towelling and similar woven terry fabric, of other textile materials	

	5807.90.00	Other
	6507.00.00	Head-bands, linings, Covers, hat foundations, hat frames, peaks and chinstraps, for headgear
	5208.51.00	cotton fabrics printed
	5208.52.00	cotton fabrics printed
	5516.12.00	Dyed
	5516.13.00	Artificial staple fibres
	5516.14.00	Polyester/cotton fabrics
	5208.11.00	Plain weave weighing not more than 100 g/m <sup>2</sup>
	5208.12.00	Plain weave weighing more than 100 g/m <sup>2</sup>
	5209.42.00	Denim
	5408.10.00	Woven fabric of viscose rayon
	5408.22.00	Woven fabric of viscose rayon- dyed
	5408.24.00	Woven fabric of viscose rayon - printed
	5601.21.00	Other articles of wadding (cotton)
	5601.22.00	Other articles of wadding (of man made fibres)
	5408.10.00	Woven fabric of viscose rayon
	5804.21.00 to	
	5804.30.00	Laces and ribbons
	5807.10.00	Labels
	5808.10.00	Braids
	5808.90.00	Braids (other)
	6002.40.00	Containing by weight 5% or more of elastomeric yarn but not containing rubber thread
	6002.90.00	Other
	6217.10.00	Accessories
4. Manufacturers of cosmetics perfumery	1513.19.00	Coconut oil
	1513.29.00	Palm kernel oil
	2207.20.00	Rectified spirit or denatured alcohol
	2710.11.50	White spirit
	4821.10.00	Printed labels in rolls
	7613.00.00	Aluminium containers for compressed or liquefied gas
5. Manufacturers of biscuits, bread and sweets	0405.10.00	Butter
	1101.00.00	Wheat flour
	1513.19.00	Desiccated coconut and coconut oil and its fractions
	1518.00.00	Animal or vegetable fat & oil
	1102.20.00	Corn flour
	0402.10.00	Milk powder
	1901.20.00	Biscuit powder
	3301.29.00	Essential oils
	3923.21.00	Bags and packing materials (pre-printed with company logo and product)

	3923.29.00	Bags and packing materials (pre-printed with company logo and product
6. Manufacturers of alcoholic soda	2207.10.00	Undenatured ethylalcohol
7. Manufacturers of Juices	2008.30.00	Orange Cells
	2009.19.00	Other Concentrates
	2009.70.00	Apple Concentrates
8. Manufacturers of toilet soap	3401.20.00	Sodium palmitate, laurate and stearate
9. Manufacturers of distilled spirit		The excise payable by manufacturers of distilled spirit in Uganda in respect of locally distilled spirits is remitted in part from 70 percent points to 60 percent points.
<b>PART III—Items for Manufacture and Packaging of Pharmaceutical Products and Disposable Syringes on which Tax is remitted.</b>		
Section 7		
Manufacturers of pharmaceutical products and disposable syringes		
	3920.49.00	PVC films
	3923.50.00	Empty gelatin caps
	3920.51.00	Glasyn poly printed
	3920.59.00	Printed plastic laminated paper
	3923.21.00	Tablet dispensing envelopes - printed
	3923.30.00	Plastic bottles & containers
	4819.10.00	Boxes, cases of corrugated paper or paperboard
	4819.20.00	Inner cartons
	4821.10.00	Labels of all kinds
	7010.10.00	Pharmaceutical glass bottles
	7010.90.00	Other glass bottles
	7310.29.00	Other metallic containers
	7607.19.00	Aluminium foil printed
	7612.90.00	Aluminium tubes
	8309.90.00	Other

## PART IV—SPECIFIED PRODUCTS ON WHICH TAX IS REMITTED

## Section 8

Item A - General raw materials		
	PRODUCT	HS CODE
1	Crude Degummed Soyabean oil	1507.10.00
2	Palm olein	1511.90.10
3	Palm stearin	1511.90.20
4	Palm stearin RBD	1511.90.40
5	Crude Sunflower oil	1512.11.00
6	Other sunflower seed or safflower oil	1512.19.00
7	Crude coconut oil	1513.11.00
8	Crude palm oil	1513.21.00
9	Other fractions of maize (corn) oil	1515.90.00
10	Palm oil Soap Blend	1518.00.00
11	Glycerol, crude; glycerol waters and glycerol lyes	1520.00.00
12	Beeswax and other insects wax	1521.90.00
13	Lactose	1702.11.00
14	Lactose Syrup and dextrose monohydrate	1702.19.00
15	Glucose Syrup	1702.30.00
16	Liquid Caramel	1702.90.00
17	Cocoa butter fat and oil	1804.00.00
18	Extracts, essences, and concentrates	2101.11.00
19	Active Yeast	2102.10.00
20	Other - bread improver	2106.90.00
21	Iodised salt	2501.00.00
22	Graphite Powder	2504.10.00
23	Yellow Kaolin/White Kaolin	2507.00.00
24	Hydraulic Lime	2522.30.00
25	Cement clinkers	2523.10.00
26	Zinc ores and concentrates	2608.00.00
27	Batching oil	2710.19.54
28	Transformer oil	2710.19.55
29	Petroleum Jelly	2712.10.00
30	Other paraffin wax	2712.90.00
31	Other residues of petroleum oils	2713.90.00
32	Lithophone	3206.42.00
33	Dispersion agent	3811.90.00
34	Other reaction initiators, accelerators and catalytic preparations nes	3815.90.00
35	Palm fatty acid distillate	3823.13.00
36	Prima melt	3824.79.00
37	PVA in primary form in aqueous dispersion	3905.12.00
38	Other polymers of vinyl acetate	3905.19.00
39	Vinyl acetate copolymers in aqueous dispersion	3905.21.00
40	Poly (vinyl alcohol)	3905.30.00

41	Co-polymers	3905.91.00
42	Film of polymers of propylene	3920.20.00
43	Other plates, sheets, etc of acrylic polymers	3920.59.00
44	Polyethylene printed films	3920.59.00
45	Of other plastics	3921.19.00
46	Tarpaulin(canvas) and accessories for tents and bags	3926.90.00
47	Natural rubber	4001.29.00
48	Chlorinated rubber	4002.39.00
49	Amorphous Silica	4005.10.00
50	Rubber, strips for retreading rubber tyres	4006.10.00
51	Other plates, sheets, etc of vulcanised rubber	4008.19.00
52	Plates, sheets, shapes of non-cellular rubber	4008.21.00
53	Sterco rubber	4008.29.00
54	Chrome leather, scraps, splits and off cuts and leather washers	4115.20.00
55	Coniferous	4404.10.00
56	Particles and similar boards or other ligneous materials	4410.29.00
57	Medium density laminated sheets	4411.91.00
58	Densified wood in blocks, strips or profile shapes	4413.00.00
59	Weighing less than 40 g/m <sup>2</sup>	4802.54.00
60	Weighing 40 g/m <sup>2</sup> or more but no more than 150 g/m <sup>2</sup> in rolls	4802.55.00
61	Other paper, weighing 40g m <sup>2</sup> or more but not more than 150g/m <sup>2</sup>	4802.57.00
62	Weighing more than 150 g/m <sup>2</sup>	4802.58.00
63	In rolls	4803.00.00
64	Paper and paperboard	4807.00.00
65	Corrugated paper and paper board	4808.10.00
66	Other kraft paper, creped or crinkled	4808.30.00
67	Straw boards	4808.90.00
68	Self copying paper	4809.20.00
69	Coated paper in reels	4810.10.00
70	Coated Paper in reels	4810.13.00
71	Metallic Paper (Other)	4810.19.00
72	Self Adhesive paper	4811.41.00
73	Gummed or adhesive paper and paperboard (Tetrapack)	4811.49.00
74	Wax paper	4811.60.00
75	In rolls of width not exceeding 5cm	4813.20.00
76	Skilllets and Rex hinge lids packets	4819.20.00
77	Straw wrapping paper	4823.90.00
78	Lint - natural or synthetic fibre	5201.00.00
79	Yarn - natural, blended or synthetic fibre	5201.99.00
80	Plain weave weighing not more than 100 g/m <sup>2</sup>	5208.11.00
81	Plain weave, weighing more than 100 g/m <sup>2</sup>	5208.12.00
82	Waist bands	5208.59.00
83	Yarn	5402.10.00
84	Yarn of polyester	5402.33.00
85	Polypropylene multifilament yarn	5402.69.00
86	Monofilament	5404.10.00

87	Synthetic tow of filament	5501.10.00
88	Synthetic filament of polyesters	5501.20.00
89	Synthetic filament of (other)	5501.90.00
90	Artificial filament tow	5502.00.00
91	Acetate tow	5502.00.00
92	Of polyester	5503.20.00
93	Artificial fibres of viscose rayon	5504.10.00
94	Of synthetic fibres	5505.10.00
95	Of artificial fibres	5505.20.00
96	Acrylic or modacrylic	5506.30.00
97	Polyester spun sewing thread	5508.20.00
98	Single yarn	5509.11.00
99	Blanket Shoddy yarn	5509.32.00
100	Other yarn of polyester staple fibres	5509.42.00
101	Yarn of polyester staple fibres (other)	5509.59.00
102	Other yarn, of acrylic or modacrylic staple fibres (other)	5509.69.00
103	Of polyester staple fibres, plain weave	5513.11.00
104	Non woven.....weighing >25gm/m <sup>2</sup> but <70gm/m <sup>2</sup>	5603.32.00
105	Twine of jute	5607.10.00
106	Twine	5607.29.00
107	Polypropylene strings and twines	5607.41.00
108	Nylon Twine	5607.50.00
109	Other made up nets	5608.19.00
110	Net fabrics	5804.10.00
111	Binding cloth	5901.10.00
112	Textile fabric coated, impregnated or covered with PVC	5903.10.00
113	Textile fabric coated, impregnated or covered with polyurethane	5903.20.00
114	Textile fabrics impregnated with other plastics	5903.90.00
115	Woven fabric for bags and tents	5903.90.00
116	Tarpaulin canvas	5907.00.00
117	Toe puffs material	5911.10.00
118	Counter Material	5911.90.00
119	Of man-made fibres	6001.22.00
120	Footwear components	6406.10.00
121	Soles	6406.20.00
122	Other soles and heels .... of wood	6406.91.00
123	Parts of footwear of other materials	6406.99.00
124	Brake linings and pads	6813.10.00
125	Moulded brake linings/billets, brake lining rolls, flat asbestos sheets, woven brake lining rolls, brake shoe plates.	6813.90.00
126	Glass balls	7002.10.00
127	Glass	7004.20.00
128	Other glass	7004.90.00
129	Non alloy pig iron containing by weight 0.5% or less phosphorus	7201.10.00
130	Waste scrap of cast iron	7204.10.00
131	Remelting scrap ingots	7204.50.00

132	Billets	7207.11.00
133	Flat-rolled (hot-rolled) steel products in coil	7208.39.00
134	Flat rolled iron (thickness exceeding 4.75mm)	7208.52.00
135	Flat rolled iron (thickness exceeding 3mm)	7208.53.00
136	Flat rolled iron (thickness less than 3mm)	7208.54.00
137	Flat-rolled (cold rolled) steel products in coils	7209.17.00
138	Cold rolled steel coils	7209.18.00
139	Flat rolled non alloy steel of thickness 3mm or more	7209.25.00
140	Flat rolled non alloy steel of thickness exceeding 1 mm but less than 3mm	7209.26.00
141	Other	7210.49.00
142	Aluminium zinc alloys	7210.61.00
143	Painted or Vanished or coated with plastics	7210.70.00
144	Of a circular cross-section less than 14mm in diameter	7213.91.00
145	Of a circular cross-section less than 14mm in diameter	7213.91.00
146	Wire Rod	7213.91.00
147	Hot rolled wire rods	7213.99.00
148	Plated or coated with zinc	7217.20.00
149	Other stainless steel	7218.99.00
150	Steel sheet piling	7301.10.00
151	Stranded wire	7312.10.00
152	Bale strapping metal and stitching wire	7312.90.00
153	Copper rods of refined copper	7407.10.00
154	Copper wire and plates of refined copper (other)	7408.19.00
155	Galvanised steel wire of copper alloys (other)	7408.29.00
156	Aluminium rod of aluminium not alloyed	7604.10.00
157	Aluminium alloy rod of aluminium alloys (other)	7606.29.00
158	Aluminium alloy wire of aluminium alloys (other)	7605.29.00
159	Tin	8001.10.00
160	Eyelets	8308.10.00
161	Rivets	8308.20.00
162	Buckles	8310.00.00
163	Empty plastic battery containers	8507.90.00
164	Other magnetic tapes of width not exceeding 4mm	8524.51.00
165	Pen nibs and nib points	9608.91.00
	<b>Item B - Raw materials for manufacturers of alkylid resins</b>	
	<b>PRODUCT</b>	<b>HS CODE</b>
166	Soya oil	1507.90.20
167	Soya oil	1512.19.00
168	White spirit	2710.11.50
169	Kerosene	2710.19.22
170	Tall oil fatty acid	3803.00.00

**Cross References**

1. Customs Management Act, 1970
2. Customs Tariff Act. Cap 337
3. East African Excise Management Act, 1970
4. Excise Tariff Act. Cap 338
5. Finance (No.2) Act 2002
6. Finance Act 2003 (Act 21 of 2003)
7. National Drug Policy and Authority Act, Cap 206
8. Pharmacy and Drugs Act Cap 280

