



CUSTOMS DEPARTMENT

NOTICE TO ECONOMIC OPERATORS

IMPLEMENTATION OF MEASURES IN BUDGET SPEECH
2021-2022

ECONOMIC OPERATORS ARE HEREBY INFORMED THAT FOLLOWING THE PRESENTATION OF THE **2021-2022 BUDGET** BY THE HON. MINISTER OF FINANCE, ECONOMIC PLANNING AND DEVELOPMENT, THE FOLLOWING MEASURES ARE BEING IMPLEMENTED -

- (1) MOTOR VEHICLE WITH INTERNAL COMBUSTION ENGINE AND EQUIPPED WITH AN ELECTRIC BOOST SYSTEM TO SUPPLEMENT THE POWER PRODUCED BY THE ENGINE, OTHER THAN THOSE CAPABLE OF BEING CHARGED BY PLUGGING TO EXTERNAL SOURCE OF ELECTRIC POWER WILL BE SUBJECT TO THE SAME RATE OF EXCISE DUTY AS A HYBRID MOTOR VEHICLE**

TO IMPLEMENT THIS MEASURE, *PART I OF THE FIRST SCHEDULE TO THE CUSTOMS TARIFF ACT* AND *PART I OF THE FIRST SCHEDULE TO THE EXCISE ACT* ARE BEING AMENDED BY INSERTING, IN THE APPROPRIATE NUMERICAL ORDER, THE H.S. CODES AND THEIR CORRESPONDING ENTRIES SPECIFIED IN THE **ANNEX 1**.

ANNEX 1 IS IN THE FORMAT OF THE INTEGRATED TARIFF.

THIS MEASURE SHALL BE DEEMED TO HAVE COME INTO OPERATION ON 21 MAY 2021.

- (2) ABOLITION OF 5% EXCISE DUTY ON ELECTRIC VANS OF UP TO 180KW USED SOLELY FOR THE TRANSPORT OF GOODS**

TO IMPLEMENT THIS MEASURE, *PART I OF THE FIRST SCHEDULE TO THE CUSTOMS TARIFF ACT* AND *PART I OF THE FIRST SCHEDULE TO THE EXCISE ACT* ARE BEING AMENDED -

- (I) BY DELETING H.S. CODES **8704.90.41, 8704.90.42, 8704.90.43, 8704.90.51, 8704.90.52 AND 8704.90.53** AND THEIR CORRESPONDING ENTRIES; AND
- (II) BY INSERTING, IN THE APPROPRIATE NUMERICAL ORDER, THE H.S. CODES AND THEIR CORRESPONDING ENTRIES SPECIFIED **ANNEX 2.**

ANNEX 2 IS IN THE FORMAT OF THE INTEGRATED TARIFF.

THIS MEASURE SHALL COME INTO OPERATION ON 15 JUNE 2021.

YOU ARE KINDLY ADVISED TO LIAISE WITH MNS FOR UPDATE OF YOUR FRONT END SYSTEM WITH RESPECT TO THE ABOVE MEASURES.

**MRA CUSTOMS
11 JUNE 2021**