



Uganda Revenue Authority
DEVELOPING UGANDA TOGETHER

A GUIDE ON TAX INCENTIVES

AVAILABLE TO THE INVESTORS IN UGANDA



SEVENTH EDITION
2024-2025



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INTRODUCTION

Uganda's Foreign Direct Investment (FDI) inflows increased significantly by 48.3 percent from USD 320.25 million in Quarter 1 FY 2021/2022 to USD 474.87 million in Quarter 1 FY 2022/23 (MEPD|MOFPED Half Year Macro-Economic and Fiscal Performance Report for the Financial Year 2022/23) largely due to increased investments in the oil sector, it's stable and consistent macro-economic policies, liberalized business environment, proximity as a logistics hub within the Great Lakes region, and increased regional trade.

Most FDI into Uganda has been directed towards oil related activities, mining & quarrying, manufacturing, agriculture, construction, finance, insurance, real estate and business services. The Government has continued to promote foreign investment through the Uganda Investment Authority, the Presidential Investors Round Table and by minimizing macroeconomic policy shifts, which make doing business in Uganda more predictable than in neighboring countries. Uganda has a friendly investment policy framework aimed at attracting investments in the various aforementioned sectors. One of these policies is the provision of tax incentives to investors.

country's tax laws making them nondiscriminatory and accessible to both domestic and foreign investment depending on the sector and level of investment. It is assumed that this tax incentive regime will spur investments within the economy and in so doing contribute to the achievement of Uganda's Vision 2040 whose aspirations are to transform Uganda from a predominantly low-income country to an upper middle- income country within 30 years.

Realizing that knowledge of the existing tax incentives by prospective local and foreign investors encourages many to take advantage of these incentives and invest in the country; Uganda Revenue Authority is pleased to introduce this Tax Incentives Guide for Investors in Uganda.

This Guide is a consolidation of all the tax incentives under International Trade (Customs) and Domestic Taxes. This Guide will be updated annually in line with Government's fiscal policies



and will be available at the One Stop Centre of the Uganda Investment Authority. For further inquiries, investors are encouraged to contact the Assistant Commissioner Trade, Customs Department and the Assistant Commissioner Business Policy, Domestic Taxes Department.

John R Musinguzi
Commissioner General
Uganda Revenue Authority
Developing Uganda Together.

INTRODUCTION

Tax incentives and non- tax incentives are available to both foreign and local investors. The benefit for local investors is that they can access the tax incentives with a lower minimum capital requirement. Local and foreign investors can equally access non- tax incentives like land in the industrial parks, facilitation for infrastructure needs and policy advocacy for conducive environment.

NON-TAX INCENTIVES

SN	INCENTIVES
<ul style="list-style-type: none"> a. Securing land for industrial development; b. Securing land for agricultural development (Commercial farming and value addition); c. Facilitate investors to access infrastructure development in the Industrial parks; d. Provide policy advocacy to investors to support investment decision 	<ul style="list-style-type: none"> a) Acquisition of Investment license and certificate from UIA; b) Meeting a minimum capital requirement for USD 50,000 for local investors; c) Meeting a minimum capital requirement for USD 250,000 for foreign investors; d) Investing in value adding projects e) Uses at least 70% of local raw materials f) Employs 70% Ugandans or East Africans consuming 70% of the total wage bill; g) Invests USD 50 million in the development of Industrial Parks, relates to foreign investors h) Invests USD 10 million in the development of Industrial Parks, relates to domestic investors i) Invests USD 300,000 in manufacturing around Kampala, Uganda, relates to domestic investors j) Invests USD 150,000 in manufacturing, in upcountry areas in Uganda, relates to domestic investors

TAX INCENTIVES UNDER DOMESTIC TAXES

INCOME TAX			
Beneficiary	Incentives	Period of Incentive	Conditions for the Tax Incentive
A person who lets or leases a facility in an industrial park or free zone	Exemption from tax on income derived from letting or leasing facilities in an industrial park or free zone.	10 years from the date of commencement of construction or in the case of an existing developer, from the date of making an additional investment equivalent to the minimum capital required.	A minimum investment capital of USD 50 million in the case of a foreigner or USD 10million in the case of a Citizen

<p>An Operator in an Industrial Park or free zone or any other person carrying on business outside the industrial park or free zone.</p>	<p>Exemption from tax on income derived from :</p> <ul style="list-style-type: none"> i. processing agricultural products; ii. manufacture or assembling medical 	<p>10 years - effective from the date of commencement of the specified business or in the case of an existing business, from the date the investor</p>	<ul style="list-style-type: none"> 1. A minimum investment capital of USD 10 million in the case of a foreigner or USD 300,000 in the case of a citizen or USD 150,000 for a citizen whose investment is placed upcountry;
	<p>appliances, medical sundries or pharmaceuticals, building materials, automobiles, household appliances;</p> <ul style="list-style-type: none"> iii. manufacturing furniture, pulp, paper, printing and publishing of instructional materials; iv. manufacturing chemicals for agricultural use, industrial use, textiles, glassware, leather products, industrial machinery, electrical equipment, sanitary pads and diapers; v. establishing or operating vocational or technical institutes; vi. carrying out business in logistics and warehousing, information technology or commercial farming; 	<p>makes additional investment equivalent to the minimum capital requirement.</p>	<ul style="list-style-type: none"> 2. 70% of its raw materials should be locally sourced subject to their availability; and 3. 70% of its employees should be citizens earning an aggregate wage of at least 70% of the total wage bill.

	<p>vii. manufacture of tyres, foot ware, mattresses or tooth paste;</p> <p>viii. Manufacture of electric vehicle, electric battery or electric vehicle charging equipment or fabrication of the frame and body of an electric vehicle;</p> <p>ix. Operates a specialised hospital facility.</p>		
Exporters of finished consumer and capital goods.	Exemption from tax on income derived from the exportation of finished consumer and capital goods.	10 years from the beginning of the investment or in case of an existing investment, from 1st July 2007.	<ol style="list-style-type: none"> 1. Export at least 80% of the production of goods 2. Keep proper books of accounts and records of inputs for export business, export sales, export documents, goods that have been warehoused, goods that have been produced, local sales and other records as may be required by the Commissioner General. 3. Application in the prescribed form to the Commissioner General for a certificate of entitlement to exemption.
Collective Investment Schemes	Exemption from tax on income of a Collective Investment Scheme to the extent of which the income is distributed to its participants.	Indefinite	The income should be distributed to the participants of the Collective Investment Scheme.

<p>Mining and petroleum operators</p>	<p>Special income tax deductions allowed and exemptions: Carry forward losses, 100% depreciation rate for depreciable assets acquired for mining exploration, deduction for contribution made by a licensee to a rehabilitation fund in accordance with an approved rehabilitation plan, deductions for recovery of costs for work programs, exemption of income tax on amounts withdrawn from a rehabilitation fund to meet expenditure incurred under an approved rehabilitation plan, 10% withholding tax on payments made to sub- contractors as a final tax as opposed to 15%, deduction of social infrastructure costs incurred in accordance with themining lease.</p>	<p>Indefinite</p>	<p>Mining and petroleum operators</p>
<p>Aircraft Operators</p>	<p>Exemption from tax on income derived from operation of aircraft in domestic or international traffic or leasing of aircraft.</p>	<p>Indefinite</p>	<p>Operation of aircraft in domestic or international traffic or leasing of aircraft.</p>



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<p>Any company, Institution or irrevocable trust</p>	<p>Income tax exemption</p>	<p>Indefinite</p>	<ol style="list-style-type: none"> 1. The company, Institution or Irrevocable trust should be – <ol style="list-style-type: none"> a. an amateur sporting association; b. a religious, charitable or educational institution whose object is not for profit; or c. a trade union, employees’ association, an association of employers registered under any law of Uganda or an association established for the purpose of promoting farming, mining, tourism, manufacturing, or commerce and industry in Uganda; d. a body established by law for the purpose of regulating the conduct of professionals; and 2. The company, Institution or Irrevocable trust has been issued with a written ruling the Commissioner currently in force stating that it is an exempt organization; 3. None of the income or assets of which confers, or may confer, a private benefit on any person.
<p>Compliant taxpayers</p>	<p>6% WHT exemption on payment for goods and services and professional fees</p>	<p>12 months renewable</p>	<p>Where the Commissioner is satisfied that the taxpayer has regularly complied with the obligations under the tax laws</p>
<p>Investor established in a country with which Uganda has a Double Taxation Agreements (DTA) i.e. United Kingdom, Denmark, Norway, South Africa, India, Italy, Netherlands and Mauritius.</p>	<p>Reduced withholding tax rates applicable on payments of dividends, interests, management fees and royalties. The current applicable WHT rates under these DTAs is 10% except UK where the rate is 15%.</p>	<p>Duration of the DTA</p>	<p>Beneficial owner of investment as defined in the Income Tax Act established with economic substance in a country with which Uganda has a DTA</p>

Foreign transporters	Exemption from tax on income derived from transportation of passengers or goods or mail embarked outside Uganda	Indefinite	Transportation of passengers or goods or mail must have embarked outside Uganda
Financial Institution, Micro-finance deposit-taking institutions and tier 4 micro-finance institutions or a person carrying on insurance business	No capping on the amount of deductible interest in respect of all debts owed.	During the year if income	Debt obligation must have been incurred in the production of income included in gross income
Investors in private equity or venture capital fund AND private equity or venture capital fund	Exemption from tax on income derived from or by a private equity or venture capital fund.	Indefinite	The private equity or venture capital fund must be regulated under the Capital Markets Authority Act, Cap.84
Investors in government securities	Exemption of income derived from the disposal of government securities on the secondary market.	Indefinite	Disposal of Government securities on the secondary market.
Savings and Credit Cooperative Society(SACCO)	Exemption of income of a SACCO	Up to 30th June 2027	SACCOs only.
Companies which came into existence through stock exchange	Income tax exemption on dividends	Indefinite	Company must have come into existence through stock exchange.
Recipient of the proceeds of a life insurance policy	Exemption from tax on the proceeds	Indefinite	<ol style="list-style-type: none"> 1. The proceeds should be of a life insurance policy; 2. Paid by a person carrying on a life insurance business
Deposit Protection Fund	Exemption from tax on income	Indefinite	Deposit Protection Fund should have been established under section 108 of the Financial Institutions Act, 2016
Investor Compensation Fund	The income of an Investor Compensation Fund	Indefinite	Investor Compensation Fund must have been established under Section 81 of the Capital Markets Authority Act
A member of resident retirement fund or a dependant of a member of the fund	Exemption from tax on a lump sum payment made by a resident retirement fund	Indefinite	<ol style="list-style-type: none"> 1. A lump sum payment; 2. made by a resident retirement fund

VAT ACT			
Beneficiary	Incentives	Period of Incentive	Conditions for the Tax incentive
Developer of an industrial park or free zone	VAT exemption on any payment for ; i. feasibility studies, design and construction services; ii. construction materials ; iii. earth moving equipment and machinery	Duration of the development	The investment must be at least USD 50m. The supply must be for the development of an industrial park or free zone.
Operator in an Industrial Park or free zone or any other person carrying on business outside the industrial park or free zone.	VAT exemption on the supply of; i. Feasibility study and design services ii. locally produced materials for the construction of a factory or warehouse iii. locally produced raw materials and inputs or machinery or equipment .	Indefinite	The supply must be to an operator within an industrial park, free zone or any other person carrying on business outside the industrial park or free zone, undertaking any of the listed business activities in the industrial Park or free zone or outside the industrial park or free zone: i. processing agricultural products; ii. manufacturing or assembling medical appliances, medical sundries or pharmaceuticals, building materials, automobiles and house hold appliances; iii. manufacturing furniture, pulp, paper, printing and publishing of instructional materials; iv. manufacturing chemicals for agricultural use, industrial use, textiles, glassware, leather products, industrial machinery, electrical equipment, sanitary pads and diapers; v. establishing or operating vocational or technical institutes; vi. carrying out business in logistics and warehousing, information technology or commercial farming; or

			<p>vii. manufactures of tyres, foot ware, mattresses or tooth paste;</p> <p>viii. manufacture of electric vehicles, electric batteries or electric vehicle charging equipment or fabricates the frame and body of an electric vehicle. The investor Must invest a minimum of USD 10m for foreign investors and USD 300,000 for citizens or USD 150,000 where the investment is made upcountry by a citizen. The investor must use at least 70% of locally sourced raw materials, subject to their availability, and employ at least 70% citizens who must earn an aggregate wage of at least 70% of the total wage bill.</p>
<p>3. The supply of services to a manufacturer other than the manufacturer above.</p>	<p>No VAT on the supply of a feasibility study or to undertake design and construction</p>	<p>Indefinite</p>	<p>Must invest a minimum of USD 30m for foreign investors and USD 5 m for a local investor. In case of any other manufacturer, from the date on which the manufacturer makes an additional investment equivalent to USD 30 m for a foreign investor or USD 5 m for a local investor. The investor must use at least 70% of locally sourced raw materials subject to their availability, capacity to employ at least 70% citizens who must take up at least 70% of the total wage bill.</p>
<p>4. Developer of a hotel or tourism facility</p>	<p>No VAT on the supply of feasibility study, design and construction services; the supply of locally produced materials for construction of premises, infrastructure, machinery and equipment or</p>	<p>Duration of the development</p>	<p>The hotel developer must invest at least USD 8 million.</p> <p>The hotel or tourism facility must have a room capacity exceeding 100 guests.</p>

	furnishings and fittings which are not available on the local market.		
5.Agriculture	<p>VAT exemption on the following supplies;</p> <ul style="list-style-type: none"> • Animal feeds • Mixed components such as eggshells, feed additives, wheat bran, maize bran, concentrates, seed cake, and premixes. • Crop extension services, irrigation works and sprinklers, • Machinery, tools and implements suitable for use only in agriculture • Agricultural insurance premium or policy • Livestock, unprocessed foodstuffs and unprocessed agricultural products except wheat grain • Veterinary goods and services • Royalties paid in respect of agricultural technologies • Processed milk <p>The supply of seeds, fertilizers, pesticides and hoes is zero rated</p>	Indefinite	Taxpayers in agricultural sector.
VAT Registered taxpayers	VAT registered persons claim all the VAT incurred on taxable supplies made to the person whose supply or import is for use in the business of the taxable person.	Indefinite	Turnover of UGX 150m in any 12-month period for first time registration, ability to keep proper books of accounts and making taxable supplies.

<p>Contractors to licensees undertaking mining/ petroleum operations</p>	<p>Deemed VAT: Tax payable on supply by a contractor to a licensee undertaking mining or petroleum operations is deemed to have been paid by the licensee to the contractor provided the supply is for use by the licensee solely and exclusively for mining or petroleum operations</p>	<p>Duration of the investment</p>	<p>Contractors to licensees undertaking mining/ petroleum operations</p>
<p>Contractors executing aid- funded projects</p>	<p>Deemed VAT: Tax payable on a tax able supply made by a supplier to a contractor executing an aid- funded project is deemed to have been paid by the contractor provided the supply is for use by the contractor solely and exclusively for the aid funded project.</p>	<p>Duration of the project</p>	<p>Contractors executing aid- funded projects</p>
<p>Contractor or licensee or a person providing business process outsourcing services.</p>	<p>Input tax credit on imported services.</p>	<p>Indefinite</p>	<p>Persons providing services to the licensees in mining operations or licensees in petroleum operations. Persons granted mining rights or with whom the Government has entered into a petroleum agreement. Persons providing business process outsourcing services.</p>
<p>Energy industry</p>	<p>Supply of goods and services to contractors and subcontractors of hydroelectric power, solar power, geothermal power, or bio gas and wind energy projects is exempt from VAT.</p>	<p>Indefinite</p>	<p>Insurance services</p>

Manufacturers of medicines	The supply of drugs, medicines and medical sundries manufactured in Uganda are zero-rated	Indefinite	Manufactured in Uganda
Importers of medicines	VAT exemption at importation	Indefinite	Imported
Exporters	Zero rating on goods or services exported from Uganda	Indefinite	Goods and services must be exported from Uganda
Suppliers to government	Cash basis accounting for VAT on supplies made to government	Indefinite	VAT registered suppliers
Health sector	Exempting the supply of oxygen for medical use.	Indefinite	Oxygen for medical use
Persons with disability(PWDs)	Exempting the supply of assistive devices for persons with disability.	Indefinite	Assistive devices must be for use by persons with disability
Aircraft operators	Exempting airport user service charges.	Indefinite	For services charged by the Civil Aviation Authority
Suppliers of educational materials	Zero rating of supply of educational materials.		Includes educational materials manufactured in Uganda and the partner states of the EAC
Supply of billets	VAT exemption	Indefinite	Supply of billets for further value addition in Uganda.
Entertainment industry	No VAT on movie production	Indefinite	Movie producers
Technical or vocational institute operators	No VAT on the supply of feasibility study, design and construction services; the supply of locally produced materials for construction of premises, infrastructure, machinery and equipment or furnishings or fittings.	Indefinite	Indefinite The supply must be made to a technical or vocational institute operators. The operator's investment capital must be at least USD 10 million in case of a foreigner and USD 1 million for a citizen

Textile manufacturers	VAT exemption on the supply of; 1. wet processing operations and garmenting, cotton lint, artificial fibres for blending, polyester staple fibre, vicrose rayon fibre yam other than cotton yam, textile dyes and chemicals garment accessories, textile machinery spare parts, industrial consumables for textile production and textile manufacturing machinery and equipment; 2. fabrics and garments made in Uganda by vertically integrated textile mills that operate spinning, weaving or knitting, wet processing operations and garmenting	Indefinite	The supply must be for textile production, textile manufacturing machinery and equipment.
Real estate developers	VAT exemption on the supply of unimproved land	Indefinite	Unimproved land
Manufacturers of sanitary towels, menstrual cups and tampons	The supply of sanitary towels, menstrual cups, tampons and inputs for their manufacture is zero rated	Indefinite	Manufacturers of sanitary towels, menstrual cups and tampons

STAMP DUTY ACT			
Beneficiary	Incentives	Period of Incentive	Tax incentive
1. Developer of an industrial park or free zone	Nil Stamp duty on debentures, further charge, lease of land- of the total value, Increase of share capital, transfer of land, an agreement to provide services on conducting a feasibility study or developing a design for construction.	Duration of development	Must invest a minimum of USD 50m and incentive takes effect from the date of commencement of construction.
Operator within an industrial park or free zone or an operator of a single factory or other business outside the industrial park who invests in agro processing, food processing, medical appliances, building materials, light industry, automobile manufacturing and assembly, household appliances, furniture, logistics and warehousing, information technology or commercial farming, tyres, footwear, mattress or toothpaste.	No Stamp duty on debentures, further charge, lease of land- of the total value, Increase of share capital, transfer of land.	Duration of activity	<p>Must invest a minimum of USD 10m for foreign investors and USD 300,000 for citizens or USD 150,000 where the investment is made upcountry by a citizen.</p> <p>Incentive takes effect from the date of commencement of the specified business, same incentives applies to an existing operator in an Industrial Park or Free Zone.</p> <p>The investor must use at least 80% of locally sourced raw materials subject to availability and employ at least 80% citizens who must take up at least 80% of the total wage bill.</p>

<p>Manufacturers, other than manufactures mentioned above.</p>	<p>Nil stamp duty on execution of the following documents;</p> <ul style="list-style-type: none"> i) debenture; whether a mortgage debenture or not, being of a marketable security - of total value; ii) further charge; any instrument imposing a further charge on a mortgaged property -of total value; iii)lease of land - of total value; iv) increase of share capital; v) transfer of land; vi) an agreement to provide services on conducting a feasibility study or developing a design for construction 	<p>Duration of development.</p> <p>For an existing manufacturer, from the date on which the manufacturer makes an additional investment.</p>	<p>Minimum investment capital of USD 35m.</p> <p>The investor must use at least 70% of locally sourced raw materials subject to their availability, capacity to employ at least 70% citizens who must take up at least 70% of the total wage bill.</p> <p>This also applies to an existing manufacturer making an additional investment of the same value.</p>
<p>Hotel or tourism developer</p>	<p>Nil Stamp Duty on debenture, further charge, lease of land, increase of share capital, transfer of land and agreement to provide services on conducting a feasibility study or developing a design for construction.</p>	<p>Duration of the development</p>	<p>Must invest at least USD 8m.</p> <p>Hotel or tourism facility should have room capacity exceeding one hundred guests</p>

<p>Hospital facility developer</p>	<p>Nil Stamp Duty on debenture, further charge, lease of land, increase of share capital, transfer of land and agreement to provide services on conducting a feasibility study or developing a design for construction.</p>	<p>Duration of the development</p>	<p>a. Must invest at least USD 5m. b. Develops Hospital with capacity to provide specialized medical care</p>
<p>Technical or vocational institute operators</p>	<p>Nil Stamp Duty on debenture, further charge, lease of land, increase of share capital, transfer of land and agreement to provide services on</p>	<p>Indefinite</p>	<p>Must invest at least USD 10m in case of a foreigner or 1m USD in case of a citizen.</p>
<p>Agriculture</p>	<p>NIL stamp duty on agricultural insurance policies</p>	<p>Indefinite</p>	<p>Agricultural insurance policies</p>




<p>Private equity or venture capital fund</p>	<p>Nil stamp duty on;</p> <ul style="list-style-type: none"> • Capital duty on shares in a limited liability company incorporated in Uganda acquired by investors in a private equity or venture capital fund or shares acquired by a private equity or venture capital fund. • Capital duty on nominal share capital or any increase of share, acquired by an investor in a private equity or venture capital fund or by a private equity or venture capital fund. • Transfer of shares or other securities to or by an investor in a private equity or venture capital fund 	<p>Indefinite</p>	<p>Private equity or venture capital fund regulated under the Capital Markets Authority Act, Cap. 84</p>
<p>Manufacturer of electric vehicles, electric batteries, electric vehicle charging equipment, or fabrication of the frame and body of electric vehicles,.</p>	<p>Nil Stamp Duty on debenture, further charge, lease of land, increase of share capital, transfer of land.</p>	<p>Indefinite</p>	<p>Minimum capital investment of USD 10 million for foreigners, USD 300,000 for citizens, or USD 150,000 in the case of a citizen who invests up-country.</p> <p>Capacity to use at least 80% of the locally produced raw materials, subject to availability.</p> <p>Capacity to employ at least 80% citizens who must take up at least 80% of the total wage bill.</p>






EXCISE DUTY ACT			
Beneficiary	Incentives	Period of Incentive	Tax incentive
Industrial parks or free zones developer	Nil duty on construction materials for development of industrial parks or free zones by a developer	Duration of development	Must invest a minimum of USD 50m for foreign investors & USD 10m for citizens. The incentive takes effect from the date of commencement of construction.
Operator within the industrial park, free zone or other business outside the industrial park or free zone who invests in processing agricultural goods; manufactures or assembles medical appliances, medical sundries or pharmaceuticals, building materials, automobiles, household appliances or manufactures furniture, pulp, paper, printing and publishing of instructional materials; carries on business in logistics and warehousing, information technology or commercial farming, tyres, footwear, mattresses or toothpaste.	Nil duty on construction materials of a factory or warehouse exclusive of those available on the local market, locally produced raw materials and inputs.	Duration of the development	Must invest a minimum of USD 10m for foreign investors and USD 300,000 for citizens or USD 150,000 where the investment is made upcountry. Incentive takes effect from the date of commencement of the specified business, same incentives applies to an existing operator in an Industrial Park or Free Zone who The investor must use at least 70% of locally sourced raw materials subject to availability and employ at least 70% citizens who must take up at least 70% of the total wage bill.
Manufacturers other than manufacturers mentioned above.	Nil excise duty on construction materials	Duration of development	Must invest a minimum of USD 50m. This also applies to any other manufacturer making an additional investment of the same value.
Hotel or tourism developer	Nil duty on locally produced materials for construction of premises and other infrastructure	Duration of the development	Minimum investment capital of USD 8m. Room capacity exceeding 100 guests





Hospital facility developer	Nil duty on furnishings and fittings or locally produced materials for construction of premises and other infrastructure	Duration of the development	Minimum investment capital of USD 5m. Hospital with capacity to provide specialized medical care
Technical or vocational institute operators	Nil duty on construction materials for the construction of premises and other infrastructure, machinery and equipment or furnishings and fittings.	Duration of the development	Minimum investment capital of USD 10m in case of a foreigner and USD 1m for citizens.
Manufacturers of electric vehicles, electric batteries or electric vehicle charging equipment or fabricators of frames and bodies of electric vehicles.	Nil duty on construction materials	Duration of the development.	Minimum investment capital of USD 35m in the case of a foreigner, or USD 5m in the case of a citizen.





INTERNATIONAL TRADE INCENTIVES

AGRICULTURE SECTOR

	Description	Tax incentive
	Hoes A hoe is a long-handled gardening tool with a thin metal blade, used mainly for weeding and breaking up soil.	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	Ploughs, Harrows, seeders, planters and transplanters, manure spreaders and fertilizer distributors	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	Agricultural sprayers	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.





	<p>Fertilizers A fertilizer is any material of natural or synthetic origin (other than liming materials) that is applied to soils or to plant tissues (usually leaves) to supply one or more plant nutrients essential to the growth of plants</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th Schedule of the East African Community Customs Management Act, 2004 upon approval by the Ministry of Agriculture, Animal Industry and Fisheries.
	<p>Refrigerated Trucks</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>Agricultural chemicals (fungicides and pesticides)</p>	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	<p>Veterinary Chemicals (Acaricides)</p>	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	<p>Agricultural Tractors</p>	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.

	<p>Aluminum Cans for the dairy industry</p>	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.
	<p>Imported inputs and implements by persons engaged in horticulture, agriculture or floriculture and aquaculture sector e.g. hatching eggs, day old chicks, semen, fish eggs, Fry/ fingerling (young fish), seeds, green houses/ materials used in construction of green houses, flower cuttings, incubators, hatcheries etc.</p>	<ul style="list-style-type: none"> Exempted from all taxes when imported by persons engaged in horticulture, agriculture, aquaculture or floriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	<p>Cold Rooms A cold room in which a low temperature is maintained (as for refrigeration)</p>	<ul style="list-style-type: none"> Import Duty is 0% in accordance with the EAC CET. Helps on post-harvest management and cold chain storage of agricultural products such beef, chicken, fish etc
	<p>Poultry parent stock imported by persons engaged in poultry farming. A broiler and layer breeder farms raise parent stock which produce fertilized eggs. A broiler/layer hatching egg is never sold in shops and is not meant for human consumption but for hatching into day old chicks.</p>	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.




	<p>Seeds for sowing, spores and cut plants</p> <p>A seed is an embryonic plant enclosed in a protective outer covering.</p>	<ul style="list-style-type: none"> Exempted from all taxes under 5th schedule of the East African Community Customs Management Act, 2004 upon approval by Ministry of Agriculture Animal Industry and Fisheries.
	<p>Breeding animals</p> <p>Breeding stock is a group of animals used for the purpose of planned breeding.</p>	<ul style="list-style-type: none"> VAT Exempted when imported by dealers under the VAT Act. Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	<p>Preparations for cleaning</p> <p>Diary apparatus</p> <p>Example PFANZITE POWDER DAIRY DETERGENT.</p> <p>Pfanzone is a highly chlorinated, powdered manual cleaner designed especially for cleaning bulk tanks, the Surge bucket milker and utensils.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>Fish, Crustaceans and Molluscs, fresh (dead or live) chilled or frozen caught and landed by canoes or vessels registered and based in a Partner State</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.






	<p>Feeds for Poultry and Livestock Poultry</p> <p>Feed is food for farm poultry, including chickens, ducks, geese and other domestic birds. Modern feeds for poultry consist largely of grain, protein supplements such as soybean oil, meal, mineral supplements, and vitamin supplements</p>	<ul style="list-style-type: none"> • VAT Exempted when imported by dealers under the VAT Act. • Exempted from all taxes when imported by persons engaged in agriculture under the 5th Schedule of the East African Community Customs Management Act, 2004.
	<p>Machinery for processing dairy products</p>	<ul style="list-style-type: none"> • VAT Exempted when imported by dealers under the VAT Act. • Import duty is 0%, under East African Community Common External Tariff VAT Exempted.
	<p>Packing material of any kind designed for packaging goods for export</p>	<ul style="list-style-type: none"> • Exempted from all taxes when imported with an intention of packaging goods meant for export.
	<p>The supply of irrigation works, sprinklers and ready to use drip lines</p>	<ul style="list-style-type: none"> • VAT Exempted when imported by dealers under the VAT ACT. • Exempted from all taxes when imported by persons engaged in agriculture under the 5th schedule of the East African Community Customs Management Act, 2004



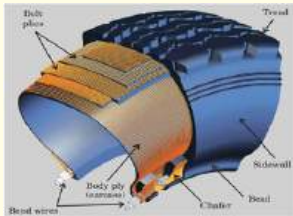


MANUFACTURING SECTOR







Description		Tax incentive
	<p>Raw materials used in production of goods meant for export.</p>	<ul style="list-style-type: none"> Duty draw back i.e. customs refunds of all or part of any import duty paid on material inputs imported to produce goods for export or used in a manner for a purpose prescribed as condition for granting duty draw back.
	<p>Plant, machinery, equipment and raw materials used in production of goods for export.</p>	<ul style="list-style-type: none"> Manufacturing under bond facility. A facility extended to manufacturers to import plant, machinery, equipment and raw materials tax free, for exclusive use in the manufacture of goods for export.
	<p>Preparations of a kind used as cores or coatings for welding electrodes.</p>	<ul style="list-style-type: none"> Remission of duty from 10% to 0% for one year for manufacturers of welding electrodes
	<p>Vegetable fats and oils and their fractions/Cocoa butter substitute Other/coconut oil refined Malt extract/ Barley malt extract powder Homogenized preparations/ Nut paste/Nut butter Other/Fruit puree</p>	<ul style="list-style-type: none"> Remission of duty from 35% to 25%, 25% to 10% and; 10% to 0% on raw materials and inputs for the manufacturers of chocolates for one year


	<p>Aluminium foil – jumbo roll -- Rolled but not further worked</p>	<ul style="list-style-type: none"> • Remission of duty from 10% to 0% for one year for the manufactures of aluminium foil packs for one year.
	<p>Duster pad material non-woven fabric Incomplete Dusters</p>	<ul style="list-style-type: none"> • Remission of duty from 10% to 0% on inputs for the manufacture of school dusters for one year.
	<p>Elbows, Equal tee, Reducing tee, End cap, Unions, Flanges adapter, Blind cap, Over bridge bow, Transitional piece, Valves, Coupling, Sockets</p>	<ul style="list-style-type: none"> • Remission of duty to 10% on raw materials and inputs for the manufacturers of specialized PPR pipes for one year.
	<p>Pouch Thermoforms Mesh / Substrate Films</p>	<ul style="list-style-type: none"> • Remission of duty to 0% on inputs for the manufacture of mosquito repellents.
	<p>Preparations of a kind used in manufacturing of beverages and food</p>	<ul style="list-style-type: none"> • Remission of duty to 10% on inputs for the manufacture of foods and beverages.

	<p>Organic surface-active agents</p>	<ul style="list-style-type: none"> • Remission of duty from 25% to 10% for one year for manufacturers of industrial tube mill coolant, textile and garments, foot wear
	<p>Clear primer</p>	<ul style="list-style-type: none"> • Remission of duty from 10% to 0% for the manufacturers of pre-painted coils and sheets for one year.
	<p>Top coat colour primer (paint for iron sheets)</p>	<ul style="list-style-type: none"> • Remission of duty from 35% to 0% for the manufacturers of pre-painted coils and sheets for one year.
	<p>--Erasers of rubber/pencil rubber tip -- Other (Other articles of aluminium)/Pencil ferrule</p>	<ul style="list-style-type: none"> • Remission of duty from 25% and 10% to 0% for the manufacturers of school pencils for one year
	<p>-- Of aluminium, not alloyed (aluminium coils)</p>	<ul style="list-style-type: none"> • Remission of duty from 10% to 0% to manufacturers of kitchenware for one year.







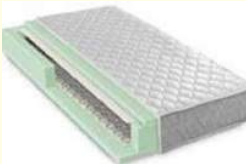

	<p>Petroleum Base Oils</p>	<ul style="list-style-type: none"> • Remission of duty at 0% to manufacturers of lubricants
	<p>-Other polymers in primary forms--Other Printing ink</p>	<ul style="list-style-type: none"> • Remission of duty from 10% to 0% on raw materials used in the manufacture of metal crown caps for one year.
	<p>Other appliances -Parts--- Other plates-Other aromatic hydrocarbon mixtures--- Zinc oxide- Natural magnesium -OtherLubricating preparations</p>	<ul style="list-style-type: none"> • Remission of duty from 25% to 10% and 10% to 0% on inputs for the manufacture of tyres and tubes for one year.
	<p>On a base of paper or paperboard only/sand paper jumbo roll -- Other/Paint brush bristles -- Unprinted/PVC strip - Adhesives based on polymers-Other Felt -Long pile</p>	<ul style="list-style-type: none"> • Remission of duty from 25% and 10% to 0% on inputs for the manufacture of construction sand paper and paint brushes for one year.
	<p>Other paper, paperboard, Uncoated kraft paper and paperboard, other plates, sheets, film, foil and strip, of plastics, Paper or paperboard labels of all kinds, whether or not printed.</p>	<ul style="list-style-type: none"> • Stay of application of the EAC CET rate of 35%, 25% and 10% and apply a duty rate of 10% (for 25% and 35%) and 0% for 10% respectively for one year


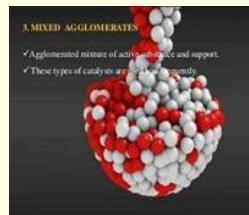





	<p>White refined sugar for Industrial use. The industrial sugars category includes sweeteners that service food and confectionary manufacturers, as well as the catering, baking, pharmaceutical and beverage industries</p>	<ul style="list-style-type: none"> Duty remission to 25% on imported white refined sugar (for industrial use).
	<p>Paper for use in the manufacture of exercise books and textbooks. An exercise book or composition book is a notebook that is used in schools to copy down school work and notes</p>	<ul style="list-style-type: none"> Imported at import duty rate of 0% under duty remission scheme for Exercise Books manufacturers for one year.
	<p>Stranded wire used manufacture of tyres. in A stranded wire as opposed to solid wire is a composite of a bundle of small gauge wires wrapped in a particular pattern inside insulation to make a larger conductor.</p>	<ul style="list-style-type: none"> Duty remission to 0% for manufacturers tyres for one year.
	<p>Treads for cold retreading used in retreading of tyres. The tread of a tyre or track refers to the rubber on its circumference that contacts the road or the ground. Retread, also known as “recap,” or a “remold” is are-manufacturing process for tyres that replace the tread on worn tyres.</p>	<ul style="list-style-type: none"> Duty remission to 0% for manufacturers of motor vehicle tyres under the duty remission scheme in accordance with section 140 of the East African Community Management 2004. Act,
	<p>Raw materials for manufacture of aluminium cans for the dairy industry. Aluminium can is a bucket, pail, or other container made of aluminium that is used for holding or carrying liquid, food, beverage etc.</p>	<ul style="list-style-type: none"> Duty remission to 0% for manufacturers of motor vehicle tyres under the duty remission scheme in accordance with section 140 of the East African Community Management 2004. Act,

	<p>Unassembled (Complete Knocked Down) motor cycle kits imported by approved local assembler of motor cycles.</p>	<ul style="list-style-type: none"> • Duty remission to 0% for manufacturers of motor vehicle tyres under the duty remission scheme in accordance with section 140 of the East African Community Management 2004. Act,
	<p>Unassembled (Complete Knocked Down) bicycle kits imported by approved local assemblers of bicycles.</p>	<ul style="list-style-type: none"> • Duty remission to 0% for manufacturers of motor vehicle tyres under the duty remission scheme in accordance with section 140 of the East African Community Management Act, 2004.
	<p>Raw materials and inputs used in the assembly of transformers and switch gear.</p>	<ul style="list-style-type: none"> • Duty remission to 0% for manufacturers of motor vehicle tyres under the duty remission scheme in accordance with section 140 of the East African Community Management Act, 2004.
	<p>Raw materials for manufacture of sanitary towels and tampons</p>	<ul style="list-style-type: none"> • Remission of import duty rate of 0% under duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs used for the production of solar panels</p>	<ul style="list-style-type: none"> • Remission of import duty rate 0% under duty remission of scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Component parts and inputs for the assemblers of refrigerators and freezers.</p>	<ul style="list-style-type: none"> • Remission of import duty rate of 10% under duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.








	<p>Inputs and raw materials to use in the manufacture of food supplements for infants and nutrient deficient persons</p>	<ul style="list-style-type: none"> • Remission of import duty rate of 0% under duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Scrap batteries for manufacture of lead batteries</p>	<ul style="list-style-type: none"> • Remission of import duty rate of 0% under duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Inputs for the manufacture of dry cell batteries.</p>	<ul style="list-style-type: none"> • Duty remission to 0% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs for manufacture of matches and match boxes.</p>	<ul style="list-style-type: none"> • Duty remission to 0% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs for the manufacture of deep cycle batteries</p>	<ul style="list-style-type: none"> • Duty remission to 0% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Materials for manufacture of mosquito nets</p>	<ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>Inputs for use in the manufacture of medical diagnostic kits imported by manufacturers of medical diagnostic kits as approved by a Director medical services</p>	<ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.



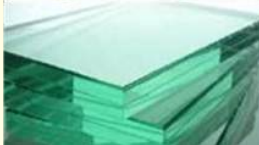

	<p>Packing materials and raw materials for the manufacture of medicaments</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>Iron and steel products for manufacture of automobile leaf springs, bolts and nuts</p>	<ul style="list-style-type: none"> Duty remission on inputs to 0% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Trigger spray and lotion pumps for the manufacture of cosmetic containers</p>	<ul style="list-style-type: none"> Duty remission on inputs to 0% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Noodles for the manufacture of toilet soap</p>	<ul style="list-style-type: none"> Duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Umbrella heads for roofing nails</p>	<ul style="list-style-type: none"> Import duty remitted from 25% to 10% for the manufacture of roofing nails.
	<p>Glucose Syrup</p>	<ul style="list-style-type: none"> Import duty is applicable at a rate of 0% for one year.
	<p>Odiferous mixtures of a kind used as raw materials in food and drink industries</p>	<ul style="list-style-type: none"> Duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.




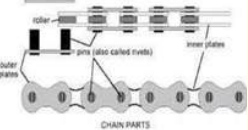
	<p>Inputs for the manufacture of toothbrushes</p>	<ul style="list-style-type: none"> • Granted duty remission at 0% on inputs for the manufacture of tooth brushes under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Nylon yarns for the manufacture of fishing nets.</p>	<ul style="list-style-type: none"> • Duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs imported by a manufacturer for the use in the manufacture of agricultural equipment.</p>	<ul style="list-style-type: none"> • Duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs used in the manufacture of pesticides, fungicides, insecticides and acaricides as approved by the Ministry of Agriculture</p>	<ul style="list-style-type: none"> • Granted duty remission at 0% on inputs used in the manufacture of pesticides, fungicides, insecticides and acaricides as approved by the Ministry of Agriculture.
	<p>Inputs used in the manufacture of energy stoves.</p>	<ul style="list-style-type: none"> • Granted duty remission at 0% on inputs used in the manufacture of energy saving stoves.
	<p>Roofing tiles coated with acrylic paint and the weather side coated with natural sand granules</p>	<ul style="list-style-type: none"> • Inputs for the manufacture of roofing tiles to be imported at a duty rate of 0% for one year. • Inputs for the manufacture Roofing tiles coated with acrylic paint and the weather side coated with natural sand granules to be imported at a duty of 0% for one year.
	<p>Jacquard material for making spring mattresses (printed with Logo)</p>	<ul style="list-style-type: none"> • Import duty applicable at a rate of 10% for one year instead of 25%.
	<p>Weave fabrics of polyester staple fibre Woven Grey Fabric of higher (finer) yarn counts for wet.</p>	<ul style="list-style-type: none"> • Import duty applicable at a rate of 10% instead of 25% for one year.

	<p>Poly Cotton Material for making mattresses</p>	<ul style="list-style-type: none"> • Import duty applicable at a rate of 10% for one year. To support the textile sector by increasing availability of these materials.
	<p>Catalytic preparations for the manufacture of foam and spring mattresses</p>	<ul style="list-style-type: none"> • Granted remission of duty from 10% to apply a duty rate of 0% for one year for the manufacture of foam and spring mattresses.
	<p>Other springs and leaves for the manufacture of foam and spring mattresses</p>	<ul style="list-style-type: none"> • Granted remission of duty from 25% to 10% for one year for the manufacturers of foam and spring mattresses
	<p>Poly Vinyl Alcohol</p>	<ul style="list-style-type: none"> • Import duty applicable at a rate of 0% instead of 10%.
	<p>Wheat Grain</p>	<ul style="list-style-type: none"> • Import duty is applicable at a rate of 10% instead of 35% for one year.
	<p>Barley</p>	<ul style="list-style-type: none"> • Import duty is applicable at a rate of 10% instead of 25% for one year.
	<p>Aerosol cans</p>	<ul style="list-style-type: none"> • Duty remission to 0% instead of 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.

	<p>Organic surface-active agents (Cationic)</p>	<ul style="list-style-type: none"> Duty remission to 0% instead of 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Textile garments coated with gum for direct use in the manufacture of books</p>	<ul style="list-style-type: none"> Duty remission to 0% instead of 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Duplex boards</p>	<ul style="list-style-type: none"> Duty remission to 0% instead of 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs for assembly of ships</p>	<ul style="list-style-type: none"> Duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs for assemblers of equipment specially designed for use by disabled, blind and physically handicapped persons</p>	<ul style="list-style-type: none"> Duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Inputs for manufacture of filters</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Groats and meal of wheat</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled speakers (CKD) inputs for assembly of speakers</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled (CKD) hot water kettles- inputs for assembly of hot water kettles</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.






	<p>Unassembled (CKD) DVD players - inputs for assembly of DVD players</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled flat iron (CKD) inputs for assembly of flat iron</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled (CKD) blenders - inputs for assembly of blenders</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled (CKD) LED, CFL bulbs - inputs for assembly of LED & CFL bulb</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled floor, table and wall fans</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Unassembled Cookers</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Listed inputs for the manufacture of furniture</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% and 10% under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.

	<p>Steel Blanks for Spoons and forks</p>	<ul style="list-style-type: none"> Granted duty remission rate to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Stranded wire, ropes and cables for the manufacture of toughened and laminated glass</p>	<ul style="list-style-type: none"> Granted duty remission rate to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Other plates, sheets, film, foil and strip, of plastics, noncellular and not reinforced, laminated, supported or similarly combined with other materials. Of poly (vinyl butyral) for the manufacture of Toughened and laminated glass.</p>	<ul style="list-style-type: none"> Granted duty remission rate of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Non-wired glass for the manufacture of Toughened and laminated glass.</p>	<ul style="list-style-type: none"> Granted duty remission of 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified natural polymers, dispersed or dissolved in a non- aqueous medium for the manufacture of decorative aluminium panels</p>	<ul style="list-style-type: none"> Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Aluminium plates, sheets and strip of a thickness exceeding 0.2 mm of aluminium alloy for the manufacture of decorative aluminium panels</p>	<ul style="list-style-type: none"> Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Listed inputs for the manufacture of baby diapers</p>	<ul style="list-style-type: none"> Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.

	<p>Acrylic polymers for manufacture of paints</p>	<ul style="list-style-type: none"> Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Listed inputs for the manufacture of textiles (garments)</p>	<ul style="list-style-type: none"> Granted duty remission to 0% and 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Listed inputs for the manufacture of footwear (shoes)</p>	<ul style="list-style-type: none"> Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Raw salt for the manufacture of edible salt of sub-heading 2501.00.10</p>	<ul style="list-style-type: none"> Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Inputs for the assembly/ manufacture of mobile phones</p>	<ul style="list-style-type: none"> Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Parts of chains for assemblers of chains for motorcycles, bicycles and industrial machinery</p>	<ul style="list-style-type: none"> Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Valves and their corresponding component parts used for the manufacture of motorcycle tubes</p>	<ul style="list-style-type: none"> Grant Uganda a remission of duty to apply a duty rate of 0% for one year. These are raw materials for manufacture of motorcycle brake shoes.

	<p>Brake linings and pads, Brakes and servo-brakes; parts thereof; Other Adhesive Glues</p>	<ul style="list-style-type: none"> Grant Uganda a remission of duty to apply a duty rate of 0% for one year. These are raw materials for manufacture of motorcycle brake shoes.
	<p>High tensile galvanized wire</p>	<ul style="list-style-type: none"> Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Aluminium wire, not alloyed: -- Of which the maximum cross-sectional dimension exceeds 7mm</p>	<ul style="list-style-type: none"> Granted a remission of duty from 10% to 0% for one year to only cable manufacturers
	<p>Wires of alloyed steel</p>	<ul style="list-style-type: none"> Stay of application of the EAC CET rate of 10% and apply a rate of 0% up to 30 June 2024.
	<p>Other Zinc coated coils</p>	<ul style="list-style-type: none"> Grant Uganda a remission of duty to 0% on Galvanised coils of a thickness of 2.5mm and above for one year. To support the local manufacture of guard rails
	<p>Listed Packaging materials and plastic materials for coffee</p>	<ul style="list-style-type: none"> Granted a remission of duty to apply a duty rate of a 0% instead of 10%, 10% instead of 25% on packaging material used by domestic processors of coffee, for one year

	<p>Listed equipment for polishing and Heating gemstones</p>	<ul style="list-style-type: none"> • Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Active yeasts</p>	<ul style="list-style-type: none"> • Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Petroleum jelly</p>	<ul style="list-style-type: none"> • Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Polyurethane resins</p>	<ul style="list-style-type: none"> • Granted duty remission to 10% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Uncoated/Unbleached Kraft Liner paperboard, in rolls or sheets, Glues based on starch</p> <p>Other plates, films, sheets of plastic, paper or paper board labels whether printed or not</p>	<ul style="list-style-type: none"> • Granted duty remission from 35% and 10%, to 10% and 0% respectively for one year for manufacturers of paper bags, corrugated boxes for exporting products, raw materials used in the manufacture of surgical and examination medical gloves under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Unbleached sack Kraft paper in rolls or sheets</p>	<ul style="list-style-type: none"> • Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Paper and paperboard coated, impregnated or covered with plastics (excluding adhesives)</p>	<ul style="list-style-type: none"> • Granted duty remission to 0% for one year under the duty remission scheme in accordance with section 140 of the East African Community Customs Management Act, 2004

	<p>Other plates, sheets, film, foil and strip, of plastic --- unprinted</p>	<ul style="list-style-type: none"> Grant Uganda a remission of duty from 10% to 0% for one year. This is an input material for the label printing sector
	<p>Mechanically Deboned Chicken Paste (MDM)</p>	<ul style="list-style-type: none"> Granted remission of duty from 60% to 35% for one year on MDM in accordance with section 140 of the East African Community Customs Management Act, 2004
	<p>Greaseproof papers; and Other, Other Kraft paper and paperboard</p>	<ul style="list-style-type: none"> Grant Uganda a remission of duty from 10% to 0% for one year, packaging material for manufactured cheese in accordance with section 140 of the East African Community Customs Management Act, 2004.
	<p>Various goods entering export processing zone or Freeport strictly for manufacturing of goods for export.</p> <p>“Export processing zone” means a designated part of Customs territory where any goods introduced are generally regarded, in so far as import duties and taxes are concerned, as being outside Customs territory but are restricted by controlled access</p>	<ul style="list-style-type: none"> Goods entering an export processing zone or a freeport shall be exempt from duty in accordance with the East African Community Customs Management Act
	<p>Plant and machinery</p>	<ul style="list-style-type: none"> VAT deferment. The VAT to be deferred should exceed \$4000 among other conditions as specified in the VAT Deferment Regulations.



Industrial replacement spare parts

- A spare part is a duplicate part to replace a lost or damaged part of a machine.
- Parts should be imported as replacement parts used exclusively on industrial machinery classified in Chapters 84 and 85 of the EAC Common External Tariff
- Should be imported by registered manufacturers
- Should not be for resale or any other commercial purpose other than for replacement of worn out or obsolete parts of industrial machines subject to such conditions as the commissioner may impose

- Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.



Containers and Pallets used for packaging.


Containers, including boxes, tins, bottles, jars and other packages in which any goods not liable to ad valorem duty are packed and imported being ordinary trade packages for the goods contained therein

Containers specially designed and equipped for carriage by any mode of transport Imported containers which the commissioner is satisfied on the recommendation of the director veterinary services that it is specially designed for storing semen for artificial insemination








- Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.

	Any other packing material of any kind designed for packing goods for export	
	Pallets and pre-packing slings designed for packaging goods for export	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.

TRANSPORT SECTOR

Description	Tax incentive	
	<p>Aircraft Operations</p> <p>(a) Any of the following goods, which are imported for, use by the national carrier or any airline designated under an air services agreement between the Government of a Partner State and a foreign government: Aircraft, aircraft engines, parts and accessories thereof, air navigational instruments; lighting,</p>	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
	<p>(b) Any of the following goods, which are imported for use by an approved ground handler or caterer:</p> <ul style="list-style-type: none"> (i) equipment of a specialized nature for repairs; maintenance and servicing of an aircraft. (ii) specialized aircraft loading and unloading equipment; (iii) stairways for boarding and loading aircrafts; and (iv) Apron buses which are essentially used in Airports. 	

	<p>(c) Aircraft spare parts imported by aircraft operators or persons engaged in the business of aircraft maintenance: Provided that such spare parts shall be imported on the recommendation of the authority responsible for civil aviation in the Partner State and in such quantities as the Commissioner may specify.</p>	
	<p>Commercial Vehicles of gross weight 20 tonnes and above.</p>	<ul style="list-style-type: none"> • Import duty is at a rate of 10% for one year, VAT is payable
	<p>Road Tractors for semi - trailers.</p>	<ul style="list-style-type: none"> • Free of import duty for one year, VAT is payable.
	<p>Ships and other vessels includes the following</p> <ol style="list-style-type: none"> 1. Passenger and cargo vessels of all kinds of twenty-five tonnage net weight or more 2. Cable ships, floating factories, whale catching vessels, trawlers and other commercial fishing vessels EXCEPT sport fishing vessels 3. Weather ships, hopper barges, lighters and pontoons (being flat decked vessels used for transportation of persons or goods) 4. Ferry boats, parts and accessories EXCEPT batteries and sparking plugs 	<ul style="list-style-type: none"> • Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
	<p>Battery operated vehicles for use in hotels, hospitals and airports.</p>	<ul style="list-style-type: none"> • Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004

	is an excerpt of the main text. You are encouraged to look at the whole text for the relevant provision applicable to the goods you have imported.	
	One motor vehicle for rally driver and spare parts.	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
	One Motor cycle for racing/rally	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
	One Bicycle for racing/ rally	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
	Mathematical sets & geometry sets used in educational services	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff
	Mathematical sets & geometry sets used in educational services	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff
	Welding machines	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff
	Sewing machines	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff



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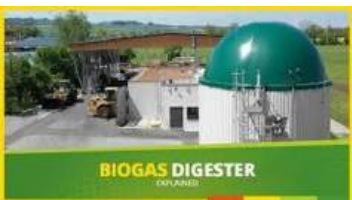

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	<p>Penstock pipes for use in hydro power projects</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0 % under East African Community Common External Tariff.
	<p>Bio gas digesters</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT A ct. Import duty is 0% under East African Community Common External Tariff
	<p>Water treatment effluent plant</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004

HOTEL AND TOURISM

Any of the following goods imported by licenced Hotels, engraved, printed or marked with Logo


Image	description	Tax incentive
	<p>a) Washing machines Machine for washing clothes, bed linens, etc.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>b) Kitchen ware Instruments and utensils found in a kitchen, particularly those associated with the preparation and serving of food.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>c) Cookers Utensil, device, or apparatus for cooking</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>d) Fridges and freezers A box, room, or cabinet in which food, drink, etc., are kept cool by means of ice or mechanical refrigeration</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>e) Air conditioning systems A system used for cooling and drying the air in a building, room, etc.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004


	<p>f) Cutlery Edged or cutting tools specifically implements for cutting and eating food.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>g) Televisions A device that receives television signals and reproduces them on a screen</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>h) Carpets A carpet is a textile floor covering typically consisting of an upper layer of pile attached to a backing</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>i) Furniture Large movable equipment, such as tables and chairs, used to make a house, office, or other space suitable for living or working</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>j) Linen and curtains Linen: Sheets, pillowcases, and duvet covers Curtain: A piece of material suspended at the top to form a covering or screen, typically one of a pair at a window</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>k) Gymnasium equipment Exercise equipment is any apparatus or device used during physical activity to enhance the strength or conditioning effects of that exercise by providing either fixed or adjustable amounts of resistance, or to otherwise enhance the experience or outcome of an exercise routine</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004






Motor car for transportation of tourist imported by tour operators upon recommendation by a competent authority responsible for tourism promotion in a partner state provided the Vehicles meet the following conditions;


- a) They are four wheel drive with open roof facility for game viewing and have a seating capacity not exceeding 12 passengers.
- b) They have provisions for camping, rescue and first aid equipment, baggage and compartment and communication fittings.
- c) They are of a colour that blends with the environment where they operate and have a clear
 - Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004 and conspicuous label or marking of “Tourist vehicle.”
- d) Any other condition that the commissioner may impose. Provided that duties shall be payable

	<p>upon disposal for other use or change of use</p> <ul style="list-style-type: none"> • Sightseeing buses <p>Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004</p>	
	<ul style="list-style-type: none"> a. Front facing comfortable reclining coach seats. b. Basic lavatory facilities. c. Provisions for first aid equipment, communication fittings and luggage compartment. d. Seating capacity above 20 e. Any other condition the commissioner may impose or vary. <p>Provided that duties shall be payable upon disposal for other use or change of use.</p>	
	<p>6) Over land truck</p> <ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004 • High clearance for off road driving. • Forward facing comfortable reclining coach seats. • Inverter for charging electrical items. 	<ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004


	<ul style="list-style-type: none"> • Camping stocks, tents, kitchen and food storage. • Windows for good all-round view. • Provisions for first aid equipment, communication fittings and luggage compartment. • Any other condition the commissioner may impose or vary. <p>Provided that duties shall be payable upon disposal for other use or change of use</p>	
	<p>7) Tourism boats</p>	<ul style="list-style-type: none"> • Tourism boats imported by a lincensed tour operator exempted from taxes under the 5th Schedule of the EACCMA.

SECURITY SECTOR


incentive	Description	Tax
Duty free import of gadgets used in promoting security of public spaces		
	<p>2) Walk through metal detectors Walk through” metal detectors used for security screening at access points in prisons, courthouses, and airports to detect concealed metal weapons on a person’s body</p>	<ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>3) C C T V c a m e r a s CCTV (closed-circuit television) is a TV system in which signals are not publicly distributed but are monitored, primarily for surveillance and security purposes</p>	<ul style="list-style-type: none"> • Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>1)Hand held metal detectors Hand Held Metal Detectors are used by Security, Police and Military officers to carry out a non-invasive search of a person for metallic items</p>	



	<p>Motor vehicles specially designed for refuse/ garbage collection and disposal imported or purchased by local authorities / persons contracted by local authorities to collect refuse/ garbage.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004
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OIL AND GAS SECTOR




Description	Tax incentive
	<ul style="list-style-type: none"> Exempted of all taxes under the fifth schedule of the East African Community Customs Management Act upon recommendation by a competent authority

EDUCATION AND SPORTS SECTOR

Description	Tax incentive
	<ul style="list-style-type: none"> All Approved educational articles and materials as specified in the Florence agreement are tax exempt under the fifth schedule of the East African Community Customs Management Act. <p>Educational materials. Annex D to the Florence Agreement Scientific instruments or apparatus, intended exclusively for educational purposes or pure scientific research, provided:</p> <ul style="list-style-type: none"> That such scientific instruments or apparatus are consigned to public or private scientific or educational institutions approved by the competent authorities of the importing country for the purpose of duty-free entry of these types of articles, and used under the control and responsibility of these institutions; That instruments or apparatus of equivalent scientific value are not being manufactured in the country of importation. Please take note that this


	<p>4) Bomb detectors</p> <p>A bomb detector is a device that enables non - destructive inspection to determine whether a container contains explosive material.</p> <p>Explosive detectors are commonly used at airports, ports and for border control</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>5) Under carriage Mirror A n under vehicle inspection system which is used to detect threats such as bombs that are hidden underneath vehicles</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004









HEALTH & MEDICAL SECTOR







Description	Tax incentive
<p>Any of the following goods engraved or printed or marked with the hospital logo imported for use in licensed hospitals, as recommended by the Director of Medical Services subject to such conditions and limitations as the Commissioner may impose.</p>	
	<p>a) Shadow less lamps for use in operating theatres</p> <ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>b) Blood freezers</p> <ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>c) Kitchen ware and equipment</p> <ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004






	<p>Crayons, coloured pencils, lead pencils, rulers, erasers, stencils, technical drawing sets, educational computer tablets, educational computer applications or laboratory chemicals for teaching science subjects used in educational services.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act.
	<p>Textbooks</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff
	<p>Bible</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff
	<p>Qu'rans</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff





ENERGY SECTOR






	Description	Tax incentive
	<p>Specialized equipment for development and generation of solar and wind energy, including accessories and deep cycle batteries which use and/ or store power. These include:</p> <ul style="list-style-type: none"> Deep cycle batteries Solar panels Direct current inverters Direct current charge controller 	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004

	<p>d) Laundry equipment</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>e) Mattresses and linen</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>f) Bedside screens</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>g) Air conditioners</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>h) Water heating equipment</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>i) Trolleys and stretchers</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>j) Furniture</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>2) Packaging material for medicines</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004



	<p>3) Raw materials for the manufacture of medicaments</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>4) Examination gloves for laboratory and medical use.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004
	<p>5) Hospital furniture imported by dealers for supply to licensed hospitals</p>	<ul style="list-style-type: none"> Exempted from excise duty under the Excise Duty Act.
	<p>6) Medical Autoclaves. A medical autoclave is a device that uses steam to sterilize equipment and other objects. This means that all bacteria, viruses, fungi, and spores are inactivated</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>7) X-Ray Machines for medical use X ray machine means an electrically powered device producing x rays for the irradiation of a human being or an animal for a therapeutic or diagnostic purpose or for industrial use</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>8) Chemical Analysers for blood analysis A blood chemistry analyser may be used to test for many things, such as blood cell counts, therapeutic drug monitoring, illegal drug use, blood typing, protein analysis, checking thyroid function, checking for the presence of antibodies,</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>and, when used by patients at home, for glucose or cholesterol monitoring</p>	


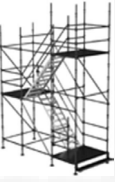




	<p>9) Ophthalmic instruments and appliances. This device is used to examine the eye.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0 % under East African Community Common External Tariff.
	<p>10) Dental drill equipment A dental drill or dentist's drill is a small, highspeed drill used during dental procedures, usually to remove decay and shape tooth structure prior to the insertion of a filling or crown. A dental drill may also be used in the cleaning and shaping of root canals during endodontic treatment, or to remove old or temporary fillings or crowns prior to the insertion of new or permanent restorations.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0 % under East African Community Common External Tariff.
	<p>11) Ultrasound machinery An ultrasound machine makes images so that organs inside the body can be examined. The machine sends out high-frequency sound waves, which reflect off body structures. A computer receives the waves and uses them to create a picture. The test is done in the ultrasound or radiology department.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>12) Syringes A medical device that is used to inject fluid into, or withdraw fluid from, the body. A medical syringe consists of a needle attached to a hollow cylinder that is fitted with a sliding plunger.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>13) Cardio graphic machine A machine for recording the beating of the heart.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.







	<p>14) Wheel chairs A wheelchair is a manually operated or power- driven device designed primarily for use by an individual with a mobility disability for the main purpose of indoor, or of both indoor and outdoor, locomotion.</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>15) Crutches Medical Definition of Crutch. Crutch: A wooden or metal vertical prop that helps support a disabled person while he or she is walking. Arm crutches typically are metal and have a single shaft with a projecting handgrip and a cuff that closes around the arm. Crutches usually have a non-skid rubber tip on the bottom</p>	<ul style="list-style-type: none"> Exempted from all taxes under the 5th schedule of the East African Community Customs Management Act, 2004.
	<p>16) Artificial parts of the body (teeth, leg s, joints). Dentures, (also known as false teeth), are prosthetic devices constructed to replace missing teeth; they are supported by the surrounding soft and hard tissues of the oral cavity. Conventional dentures are removable (removable partial denture or complete denture.</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>17) A prosthesis is an artificial device/substitute or that replaces a missing body part such as tooth, leg, arm, knee, facial bone, another joint, hip etc which may be lost through trauma, disease, or congenital conditions</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.

	<p>18) Hearing aid. A hearing aid is a small electronic device that you wear in or behind your ear. It makes some sounds louder so that a person with hearing loss can listen, communicate, and participate more fully in daily activities A hearing aid can help people hear more in both quiet and noisy situations</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>19) Medicated cotton wool</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>20) Medical bandage</p>	<ul style="list-style-type: none"> Exempted from VAT under the VAT Act. Import duty is 0% under East African Community Common External Tariff.
	<p>21) Refrigeration equipment for dead bodies for use in Hospital, city council or funeral home”</p>	<ul style="list-style-type: none"> Exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.
	<p>22) Motor boat ambulance</p>	<ul style="list-style-type: none"> Import duty is 0% under East African Community Common External Tariff and exempted from VAT

CONSTRUCTION SECTOR

	Description	Tax incentive
	<ul style="list-style-type: none"> Specialised vehicles Concrete Mixers - Self propelled Concrete Pumps 	<ul style="list-style-type: none"> The equipment is free of import duty by tariff. VAT is deferrable for VAT registered companies
	<p>Earth Moving Machinery</p> <ul style="list-style-type: none"> Excavators Bull dozers Angle Dozers 	<ul style="list-style-type: none"> The equipment is free of import duty by tariff. VAT is deferrable for VAT registered companies

	<p>Cranes for Construction</p>	<ul style="list-style-type: none"> • The equipment is free of import duty by tariff. • VAT is deferrable for VAT registered companies
	<p>Scaffolding</p>	<ul style="list-style-type: none"> • When obtained from the region of East Africa, they shall be exempted from import duty.
	<p>Surveying Equipment</p> <ul style="list-style-type: none"> • Global Positioning Systems (GPS) • Theodolites • Line of site equipment • Rangefinders They are largely used by road construction firms, surveyors, oil exploration, mining. 	<ul style="list-style-type: none"> • The equipment is free of import duty by tariff. • VAT is payable
	<p>Temporary imports of Construction Machinery of a specialized nature for use in the construction sector that is not listed above. Terms and conditions as specified in the East African Community-Customs Management Act, 2004 apply.</p>	<ul style="list-style-type: none"> • Taxes suspended and goods secured on bond that is cancelled upon reexport.
	<p>Pipe line construction of oil and gas from Uganda to Dar- es -salaam</p>	<ul style="list-style-type: none"> • Inputs for use in the construction of the oil and gas pipeline are exempted from all taxes under the fifth schedule of the East African Community Customs Management Act, 2004.
	<p>Hydro power construction equipment and inputs.</p>	<ul style="list-style-type: none"> • The supplies for the use in hydropower project are exempted from VAT.

	<p>Regional Economic Communities (RECs) that include East African Community (EAC), Common Market for East and Central Africa (COMESA). Soon entering the TRIPARTITE that will include EAC, COMESA and SADC (South African Development Co-operation)</p>	<ul style="list-style-type: none"> Imports from the Regional Economic Communities are given preferential import duty treatment.
	<p>The country has industries for local inputs that are of high quality and manufactured in Uganda. These items when procured locally attract only local taxes.</p>	<ul style="list-style-type: none"> Industries that produce items such as cables, cement, iron bars, pipes, nails, roofing sheets etc These items when procured locally attract only local taxes.
	<p>Upcoming projects such as Standard Gauge Railway (SGR) are offering opportunities in construction sector.</p>	<ul style="list-style-type: none"> The project if funded by donors shall have its inputs exempted from taxes under the East African Community Customs Management Act, 2004.
	<p>Pre-fabricated buildings for factory use imported by registered manufacturers or other entities such as warehouse construction.</p>	<ul style="list-style-type: none"> VAT Deferrable for pre-fabricated buildings for factory use.
	<p>The supply of earth moving equipment and machinery for development of an industrial park or free zone to a developer of an industrial park or free zone whose investment is at least fifty million United States Dollars</p>	<ul style="list-style-type: none"> VAT is applicable at 0% under the VAT Act.
	<p>The supply of construction materials for development of an industrial park or free zone to a developer of an industrial park or free zone whose investment is at least fifty million United States Dollars</p>	<ul style="list-style-type: none"> VAT exempt under the VAT Act Excise duty is nil

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This Information is strictly for purposes of guidance to our clientele and is subject to change on amendment of tax legislations & any other regulations that govern tax administration.



What is a fiscalised receipt?

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3. Quick Response code (QR)

