

## EXCISE DUTY CONCESSION ON MOTOR CARS UNDER ITEM 23A

- (1) ECONOMIC OPERATORS ARE HEREBY INFORMED THAT ITEM 23A OF SUB-PART A OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT HAS BEEN DELETED AND REPLACED BY THE FOLLOWING NEW ITEM –

Item No.	BODIES, ORGANISATIONS OR PERSONS	DESCRIPTION OF GOODS AND CONDITIONS	RATE OF EXCISE DUTY
23A.	<p>(a) A priest registered with or employed by –</p> <p>(i) a religious federation receiving a subsidy from Government; or</p> <p>(ii) a religious association;</p>	<p>One motor car of an engine capacity not exceeding 1,450 c.c., once in every 7 years.</p> <p>Where the Director-General is satisfied that the motor car is damaged in an accident and is a total loss, he may grant exemption for a replacement car.</p>	0%
	<p>(b) A priest registered with the Ministry responsible for the subject of arts and cultural heritage; or</p>	<p>This exemption shall be granted on such terms and conditions as may be determined by the Ministry responsible for the subject of arts and cultural heritage.</p> <p>Where a priest has benefitted from this exemption, a religious federation shall not benefit from exemption in respect of that priest under paragraph (c) unless the period of 7 years has lapsed.</p>	
	<p>(c) A religious federation, receiving a subsidy from Government, employing priests.</p>	<p>Motor cars of an engine capacity not exceeding 1,450 c.c., once in every 7 years.</p> <p>Where the Director-General is satisfied that any of the motor cars is damaged in an accident and is a total loss, he may grant exemption for a replacement car.</p> <p>The total number of motor cars exempted shall be limited to the total number of priests employed by the religious federation.</p>	0%

		<p>This exemption shall be granted on such terms and conditions as may be determined by the Ministry responsible for the subject of arts and cultural heritage.</p> <p>Where a religious federation has benefitted from this exemption, a priest, in respect of whom the exemption has been taken, shall not benefit from exemption under paragraph (a) or (b) unless the period of 7 years has lapsed.</p>	
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- (2) FOR THE PROPER IMPLEMENTATION OF THE ABOVE MEASURE, THE FOLLOWING CUSTOMS PROCEDURE CODES (CPCs) HAVE BEEN CREATED AS PER TABLE BELOW –

S/N	CPC	DESCRIPTION
1	40PR1	DIRECT IMPORTATION OF MOTOR CAR UNDER PARAGRAPH (a) OR (b) OF ITEM 23A OF SUB-PART A OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT - <b>EXCISE DUTY EXEMPTED</b>
2	47PR1	EX-WAREHOUSING OF MOTOR CAR UNDER PARAGRAPH (a) OR (b) OF ITEM 23A OF SUB-PART A OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT - <b>EXCISE DUTY EXEMPTED</b>
3	40PR2	DIRECT IMPORTATION OF MOTOR CAR UNDER PARAGRAPH (c) OF ITEM 23A OF SUB-PART A OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT - <b>EXCISE DUTY EXEMPTED</b>
4	47PR2	EX-WAREHOUSING OF MOTOR CAR UNDER PARAGRAPH (c) OF ITEM 23A OF SUB-PART A OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT - <b>EXCISE DUTY EXEMPTED</b>

*KINDLY NOTE THAT CUSTOMS PROCEDURE CODES **4023A** AND **4723A** HAVE BEEN DEACTIVATED.*

**THIS MEASURE SHALL COME INTO OPERATION ON 1 OCTOBER 2024.**

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