

CONCESSION ON MOTOR VEHICLES

ECONOMIC OPERATORS ARE HEREBY INFORMED THAT THE UNDER-MENTIONED CUSTOMS DUTY CONCESSION ON BUSES AND EXCISE DUTY CONCESSION ON MOTOR VEHICLES WILL BE IMPLEMENTED AS FROM **1 JULY 2022** –

(1) (a) CUSTOMS DUTY CONCESSION ON BUS

BUS, AS PER ITEM B2 OF SUB-PART B OF PART IIA OF THE FIRST SCHEDULE TO THE CUSTOMS TARIFF ACT.

(b) EXCISE DUTY CONCESSION ON MOTOR VEHICLE

(i) MOTOR CAR WITH AN ENGINE CAPACITY NOT EXCEEDING 1,000 C.C., AS PER ITEM 3 OF SUB-PART B OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT;

(ii) (A) THE MOTOR CAR WITH AN ENGINE CAPACITY EXCEEDING 1,000 C.C.;
(B) DOUBLE SPACE CABIN VEHICLE;
(C) SINGLE SPACE CABIN VEHICLE; OR
(D) VAN,

AS PER ITEM 4 OF SUB-PART B OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT.

(2) THE AMENDMENTS MADE TO THE CUSTOMS TARIFF ACT AND EXCISE ACT TO CATER FOR THE CONCESSIONS ARE AS PER *ANNEX I*.

(3) FOR THE PROPER IMPLEMENTATION OF THE ABOVE MEASURES –

(A) (I) **CUSTOMS PROCEDURE CODES (CPCs) 40CN2, 47CN2 AND 49CN2** SHALL BE USED FOR THE PROCESSING OF BILLS OF ENTRY FOR THE CLEARANCE OF **NEW BUSES ONLY** UNDER ITEM B2 OF SUB-PART B OF PART IIA OF THE FIRST SCHEDULE TO THE CUSTOMS TARIFF ACT; AND

(II) **CUSTOMS PROCEDURE CODES (CPCs) 40EN3, 47EN3, 49EN3**, FOR ITEM 3 AND **CPCs 40EN4, 47EN4 AND 49EN4** FOR ITEM 4 OF SUB-PART B OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT SHALL BE USED FOR THE PROCESSING OF BILLS OF ENTRY FOR THE CLEARANCE OF **NEW MOTOR VEHICLES ONLY**, EXCEPT FOR **NEW MOTOR VEHICLES FALLING UNDER HS CODES 8704.21.59 AND 8704.31.59**.

- (B) (I) **CUSTOMS PROCEDURE CODES (CPCs) 40CB2, 47CB2 AND 49CB2** SHALL BE USED FOR THE PROCESSING OF BILLS OF ENTRY FOR THE CLEARANCE OF **SECOND-HAND BUSES ONLY** UNDER ITEM B2 OF SUB-PART B OF PART IIA OF THE FIRST SCHEDULE TO THE CUSTOMS TARIFF ACT; AND
- (II) **CUSTOMS PROCEDURE CODES (CPCs) 40EB3, 47EB3, 49EB3**, FOR ITEM 3 AND **CPCs 40EB4, 47EB4 AND 49EB4** FOR ITEM 4 OF SUB-PART B OF PART IA OF THE FIRST SCHEDULE TO THE EXCISE ACT SHALL BE USED FOR THE PROCESSING OF BILLS OF ENTRY FOR THE CLEARANCE OF **SECOND-HAND MOTOR VEHICLES ONLY**.

IT IS TO BE NOTED THAT THE FOLLOWING HS CODES 8704.21.59 AND 8704.31.59, WHICH COMPRISE BOTH NEW AND SECOND HAND MOTOR VEHICLES (CHASSIS FITTED WITH CABIN AND ENGINE) SHALL BE CLEARED UNDER THE CPCs AT PARAGRAPH (B)(II).

- (4) THE ABOVE MEASURES SHALL COME INTO OPERATION ON **1 JULY 2022** AND SHALL BE VALID UP TO **30 JUNE 2023**.

FOR FURTHER INFORMATION AND ASSISTANCE YOU MAY CONTACT MOTOR VEHICLE UNIT ON 202 0500 EXT. 7070 OR 7073.