

13th June 2003

THE EXCISE TARIFF (AMENDMENT) BILL, 2003

MEMORANDUM

The object of this Bill is to amend the Excise Tariff Tax Act, Cap 174

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

A Bill for an Act

Entitled

THE EXCISE TARIFF (AMENDMENT) ACT, 2003

An Act to amend the Excise Tariff Act, Cap 174

BE IT ENACTED by Parliament as follows-

Short title and commencement

1. (1) This Act may be cited as the Excise Tariff Act (Amendment) Act, 2003.

(2) This Act shall come into force on 1st July 2003.

Insertion of new section 3B

2. The Excise Tariff Act is amended by inserting immediately after section 3A, the following new section-

“Excise tax on cigarettes and beers

3B. (1) Notwithstanding the rate of excise duty charged in respect of cigarettes falling under heading 2402, of Part I of the Second Schedule to the Finance (No.2) Act 2002, the rate of excise duty charged in respect of the manufacture in Uganda of cigarettes containing tobacco shall be the *ad valorem* rate of 130%.

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

Amendment of Schedule 2

3. The Excise Tariff Act is amended in Schedule 2 by substituting for the rate of duty of "7%", the rate of 10%".