

GOVERNMENT OF ZAMBIA

ACT

No. 8 of 1987

Date of Assent: 19th April, 1987

An Act to amend the Sales Tax Act

[24th April, 1987

ENACTED by the Parliament of Zambia.

Enactment

1. (1) This Act may be cited as the Sales Tax (Amendment) Act, 1987, and shall be read as one with the Sales Tax Act, hereinafter referred to as the principal Act.

Short title and commencement.
Cap. 663

(2) This Act shall be deemed to have come into operation on the 31st January, 1987.

2. Section *seven* of the principal Act is amended—

Amendment of section 7

(a) in subsection (1) by the deletion of “twenty thousand kwacha” and the substitution therefor of “fifty thousand kwacha”;

(b) in subsection (2), by the deletion of “ten thousand kwacha but less than twenty thousand kwacha” and the substitution therefor of “twenty-five thousand kwacha but less than fifty thousand kwacha”.

3. The principal Act is amended by the repeal of the First, Second and Third Schedules thereto and the substitution therefor of the respective Schedules set out in the Appendix hereto.

Repeal and replacement of Schedules

APPENDIX

(Section 3)

SALES TAX TARIFF

FIRST SCHEDULE

(Section 4)

IMPORTED GOODS

The goods listed in column (2) of the table below shall be liable, if imported, to tax at the rate shown in column (4):

Column (1) Item	Column (2) Description of goods	Column (3) CCCN Heading or Chapter	Column (4) Rate of tax
1.01	Goods imported into the Republic other than those in respect of which: (a) no customs duty is payable under the customs tariff set out in the First Schedule of the Customs and Excise Act, Cap. 662; and (b) a full drawback, refund, rebate or remission of duty is granted or on which duty is wholly suspended under the provisions of any regulations made under section eighty-nine of the Customs and Excise Act, Cap. 662.	Chapters 1 to 100	20%

SECOND SCHEDULE

(Section 4)

LOCALLY MANUFACTURED GOODS

The locally manufactured goods listed in column (2) of the table below shall be liable to tax at the rate shown in column (5):

Column 1 Item	Column 2 Description of Goods	Column 3 CCCN No. or Chapter No.	Column 4 Statistical No.	Column 5 Rate of tax as percent- age of taxable value
2.00	Packing containers of paper, paper-board and plastic material	39 and 48	kg.	15%
3.00	Fabrics:			
3.10	Woven cotton and man-made	55.09/ 56.09	M ²	20%
3.20	Knitted or crocheted excluding mutton cloth	60.01	M ²	20%
4.00	Articles of apparel and clothing excluding baby napkins and school uniforms	Cap. 39, 60 and 61	No.	20%
5.00	Stockings, under stockings, socks, ankle socks, sockettes and the like	60.03 60.60 61.10	pair pair pair	25% 25% 25%
6.00	Food and non-alcoholic beverages:			
6.01	Butter	04.03	kg	15%
6.02	Cheese	04.04	kg	15%
6.03	Preparation of meat or fish	Cap. 16	kg	15%

Column 1	Column 2	Column 3	Column 4	Column 5
Item	Description of Goods	CCCN No. or Chapter No.	Statistical Unit	Rate of tax as percent- age of taxable value
6.04	Macaroni, spaghetti and similar products	19.03	kg	15%
6.05	Prepared or preserved vegetables and fruits	20.01 20.02 20.06	kg kg kg	15% 15% 15%
6.06	Pastry, biscuits, cakes and other fine bakers wares	19.08	kg	20%
6.07	Syrups and treacles and other sugar confectionery	Cap. 17	kg	20%
6.08	Jams, fruit jellies and marmalades	20.05	kg	20%
6.09	Ice-cream	21.07	kg	20%
6.10	Prepared foods obtained by the swelling or roasting of cereals and cereal products (puffed rice, corn-flakes and similar preparations)	19.05	kg	20%
6.11	Sauces, soups and broths, and other food preparations	Cap. 21	kg	20%
6.12	Coffee, tea and spices	Cap. 9	kg	15%
6.13	Natural yeast (active and inactive) and prepared baking powders	21.06	kg	15%
6.14	Other edible preparations	21.07	kg	20%
6.15	Fruit and vegetable juices requiring dilution before use	20.07	dekalitre	5%
6.16	Fruit and vegetable juices not requiring dilution before use	20.07	dekalitre	10%
7.00	Pet foods	Cap. 23	kg	30%
8.00	Vinegar and vinegar substitute	22.10	kg	15%
9.00	Perfumery, cosmetics and toilet preparations	33.06	—	50%
10.00	Products of dental hygiene such as dentifrices, mouth washes, oral perfumes, denture cleaners and denture fixative pastes and powders	33.06	—	20%
11.00	Polishes	34.05	kg	15%
12.00	Glues	Cap. 35	kg	15%
13.00	Matches	36.06	Hundred	15%
14.00	Furniture and other carpentry and joinery products	44.13 44.23 44.27 83.04 94.01 94.03	kg kg kg kg kg kg	20% 20% 20% 20% 20% 20%
15.00	Plywood and similar wood products	Cap. 44	kg	15%
16.00	Carpets, carpeting, mats, matting and rugs	58.01 58.02	M ² M ²	15% 15%
17.00	Ropes, cordage and cables	54.04	kg	15%
18.00	Tableware and other articles of a kind commonly used for domestic or toilet purposes and sanitary ware for indoor use, and parts of such articles and ware or iron, steel, copper, aluminium, plastic, porcelain, china, or other kinds of pottery; of glass or mica; of cement, concrete, asbestos, asbestos cement; natural stone (limestone, marble, granite, porphyry serpentine, etc.) with lime or cement or other binders (for example artificial			

Column 1	Column 2	Column 3	Column 4	Column 5
Item	Description of Goods	CCCN No. or Chapter No.	Statistical Unit	Rate of tax as percent- age of taxable value
	plastic material); of ceramic; of earthen or of other artificial stone or mineral substances not elsewhere specified or included	Cap. 25	kg	15%
		32.08	kg	15%
		30.07	kg	15%
		68.11	kg	15%
		68.12	kg	15%
		68.13	kg	15%
		68.15	kg	15%
		68.15	kg	15%
		69.10	kg	15%
		69.11	kg	15%
		69.12	kg	15%
		69.13	kg	15%
		69.14	kg	15%
		Cap. 70	kg	15%
19.00	Jewellery and other articles of precious metal; of precious or semi-precious stone; imitation jewellery	71.01	kg	15%
		71.02	kg	15%
		71.03	kg	15%
		71.12	kg	15%
		71.13	kg	15%
		71.14	kg	15%
		71.15	kg	15%
		71.16	kg	15%
20.00	Electric batteries:			
20.10	Primary cells and batteries	85.03	No.	15%
20.20	Accumulators and parts therefor	85.04	No.	15%
21.00	Radio receivers and sound reproducers	85.15	No.	15%
		92.11	No.	15%
22.00	Gramophone records	92.12	No.	20%
23.00	Recorded tapes and similar sound reproducing media	92.12	No.	30%
24.00	Television receivers	85.15	No.	20%
25.00	Mattresses and mattress supports	40.14	No.	15%
		62.04	kg	15%
26.00	Travelling rugs and blankets	60.05	kg	10%
		62.01	kg	10%
27.00	Bed linen, table linen, toilet linen, curtains and other furnishing articles	62.02	kg	15%
28.00	Travel goods (for example, suitcases, travelling bags and chests, trunks, valises, haversacks, etc.)	42.02	kg	15%
		43.03	kg	15%
		44.28	kg	15%
		46.03	kg	15%
		73.40	kg	15%
29.00	Tarpaulins, tents, awnings and similar articles; motor vehicle canopies	39.07	kg	15%
		62.04	kg	15%
		87.06	kg	15%
30.00	Carboys, bottles, jars, pots, tubular containers and similar containers, of glass, of a kind commonly used for conveyance or packing of goods	70.10	kg	15%

Column 1 Item	Column 2 Description of Goods	Column 3 CCCN No. or Chapter No.	Column 4 Statistical Unit	Column 5 Rate of tax as percentage of taxable value
31.00	Concrete pipes and tubes	68.11	kg	15%
32.00	Tyres and tubes, of rubber	40.11	kg	10%
33.00	Retreaded rubber tyres	40.11	kg	10%
34.00	Brooms, brushes and feather dusters	98.01	kg	15%
		98.02	kg	15%
		98.04	kg	15%
		98.03	kg	15%
35.00	Aerosol insecticides	38.11	kg	15%
36.00	Footwear	64.01	Pair	15%
		04.02	Pair	15%
		64.03	Pair	15%
		64.04	Pair	15%
37.00	Cement	25.23	Tonne	5%
38.00	Articles of copper	74.17	kg	15%
		74.19	kg	15%
39.00	Iron and steel castings being articles of iron and steel	73.38	kg	15%
		73.40	kg	15%
40.00	Metal containers for the commercial packing, storage or transport of goods such as fruit, preserves, etc.	73.23	kg	15%
		78.10	kg	15%
		77.03	kg	15%
41.00	Electrical machinery, equipment and appliances	Cap. 85	No.	15%
42.00	Electric cables	85.23	kg	15%
43.00	Crown corks and similar articles	83.13	per 100	15%
44.00	Electricity	27.17	KWh	15%
45.00	Printed matter, excluding printing of books, magazines, periodicals, newspapers and similar articles, but including price-lists, catalogues, calendars, diaries, etc.	Caps 48, 49	kg	15%
46.00	Paint, varnishes, lacquers and distempers	32.09	Litre	15%
47.00	Yarn	56.05	kg	15%
		56.06	kg	15%
48.00	Elastic bands and slide fasteners	60.06	M ²	15%
		59.13	M ²	15%
		98.02	No.	15%
49.00	Any goods of this schedule produced from a formula based on or using local technology developed by a local research organisation as may be determined by the Commissioner	—	—	5%
50.00	Motor vehicles for the transport of persons only falling within heading No. 87.02.10:			
	A. Of an engine capacity not exceeding 1000cc	87.02	No.	5%
	B. Of an engine capacity exceeding 1000cc but not exceeding 1200cc	87.02	No.	10%
	C. Of an engine capacity exceeding 1200cc but not exceeding 1600cc	87.02	No.	15%
	D. Of an engine capacity exceeding 1600cc	87.02	No.	20%

THIRD SCHEDULE

(Section 4)

TAXABLE SERVICES

The services listed in column (2) of the table below shall be liable to tax at the rate shown in column (3):

Column 1	Column 2	Column 3
Item	Taxable Services	Rate of tax as Percentage of taxable value
001	Services (and goods provided with such services) by a hotel or a restaurant	10%
002	Dry cleaning or laundry services	15%
003	Telecommunication services excluding those rendered to the United National Independence Party, the Government or the Government of any other country	15%
004	Advertising and related services provided by advertising agencies, television, radio, newspapers or any other medium, excluding obituary notices or other similar notices connected with death	20%
005	Auctioneers' services	15%
006	Hairdressing, including hair plaiting, perming, cutting, shampooing and the like; beauty treatment	15%
007	Professional services rendered by accountants, architects, auditors, lawyers, surveyors, consultants, engineers, planners and the like excluding services rendered by medical practitioner	15%
008	Security services	15%
009	Garage services such as vehicle repairs, spray-painting, panel beating, etc.	15%
010	Car hire services	15%
011	Computer hire services	15%
012	Services provided by Customs clearing and forwarding agents	15%