

**UNIVERSITY OF SWAZILAND**  
**DEPARTMENT OF ACCOUNTING**  
**MAIN EXAMINATION PAPER, MAY 2014**

**DEGREE/DIPLOMA AND YEAR STUDY:BCOMM V/ IDE BCOMM LEVEL 6**

**TITLE OF PAPER** :ADVANCED TAXATION

**COURSE CODE** : IDE AC405(M)2014

**TIME ALLOWED** :THREE (3) HOURS

- INSTRUCTIONS**
1. TOTAL NUMBER OF QUESTIONS ON THIS PAPER ARE FOUR (4). ANSWER ALL.
  2. THE MARKS AWARDED FOR A QUESTION/PART ARE INDICATED AT THE END OF EACH QUESTION/PART OF QUESTION.
  3. WHERE APPLICABLE, SUBMIT ALL WORKINGS AND CALCULATIONS.

**NOTE:** YOU ARE REMINDED THAT IN ASSESSING YOUR WORK, ACCOUNT WILL BE TAKEN OF ACCURACY OF THE LANGUAGE AND THE GENERAL QUALITY OF EXPRESSION, TOGETHER WITH THE LAYOUT AND PRESENTATION OF YOUR FINAL ANSWER.

**SPECIALREQUIREMENTS:STANDARD VALUES OF LIVESTOCK,AND CUSTOMS AND EXCISE TARRIF TABLE**

**THIS PAPER IS NOT TO BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR.**

**QUESTION 1:**

Lavumisa Trading Company Ltd is a company based at Lavumisa township-.It presented the following Statement of Comprehensive Income to you..

**LAVUMISA TRADING COMPANY LTD  
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30.6.2014**

	NOTE	E	E
Sales			6,000,000
Opening stock		500,000	
Purchases		<u>3,000,000</u>	
		3,500,000	
Less closing stock		<u>-500,000</u>	
Cost of sales			<u>-3,000,000</u>
Gross profit			<u>3,000,000</u>
<b>OTHER INCOME</b>			
Dividends from Swazi companies		100,000	
Dividends from South African companies		80,000	
Interest from deposits with Standard Bank,Swaziland		90,000	
Insurance proceeds	1	200,000	
			<u>470,000</u>
			3,470,000
<b>EXPENSES</b>			
Accounting fees		100,000	
Audit fees		200,000	
Advertising		50,000	
Bank charges		20,000	
Directors' remuneration		200,000	
Depreciation of assets	2	340,000	
Donation	3	150,000	
Housing cost	4	120,000	
Legal expenses	5	10,000	
Salaries and wages		600,000	
Motor vehicle expenses		100,000	
Research carried by Faculty of Agriculture ,Uniswa	6	150,000	
<b>EXPENSES C/F</b>			

	NOTE	E	E
<b>INCOME B/F</b>			<b>3,470,000</b>
<b>EXPENSES B/F</b>			
Repair and maintenance		100,000	
New patents	7	200,000	
Subscription fees	8	<u>50,000</u>	
<b>TOTAL EXPENSE</b>			
<b>NET PROFIT FOR THE YEAR</b>			
<b>NOTES</b>		<b>E</b>	
<b>NOTES</b>		<b>E</b>	
<b>1. Insurance receipt for fidelity guarantee insurance</b>			
<b>The Royal Insurance Corporation refunded the company for the stolen money by the former company's cashier. She stole E200,000. The insurance company refunded E200,000</b>		200,000	

**NOTE 2. DEPRECIATION OF ASSETS IDE AC405(M)2014 Page 4 of 9**

Depreciation rate	0	4%	20%	20%	Total
Type of asset	Free hold land	Buildings	Motor vehicles	Plant & machinery	
Cost at 1.7.2013	1,000,000	1,000,000	500,000	1,000,000	3,500,000
Additions	0	0	0	0	0
Disposals	0	0	0	0	0
<b>Total cost at 30.6.2014</b>	<b><u>1,000,000</u></b>	<b><u>1,000,000</u></b>	<b><u>500,000</u></b>	<b><u>1,000,000</u></b>	<b><u>3,500,000</u></b>
Accumulated depreciation 1.7.2013	0	120,000	200,000	200,000	520,000
Depreciation charge on the cost price 2014	0	40,000	100,000	200,000	340,000
Disposal	0	0	0	0	0
<b>Accumulated depreciation at 30.6.2014</b>	<b><u>0</u></b>	<b><u>160,000</u></b>	<b><u>300,000</u></b>	<b><u>400,000</u></b>	<b><u>860,000</u></b>
<b>Net book value at 30.6.2013</b>	<b><u>1,000,000</u></b>	<b><u>880,000</u></b>	<b><u>300,000</u></b>	<b><u>800,000</u></b>	<b><u>2,980,000</u></b>
<b>Net book value at 30.6.2014</b>	<b><u>1,000,000</u></b>	<b><u>840,000</u></b>	<b><u>200,000</u></b>	<b><u>600,000</u></b>	<b><u>2,640,000</u></b>
Tax wear and tear allowance rates	0	4%	20%	20%	Total
<b>Tax written down value at 1.7.2013</b>	<b>1,000,000</b>	<b>880,000</b>	<b>300,000</b>	<b>800,000</b>	<b>2,980,000</b>
Wear and tear 2014?					

3. Donation of E150,000 was in respect of:  
E150,000 for Aids awareness staged by the NERCHA of Swaziland and supported by the Ministry of Health.
4. The housing cost of E120,000 was for building of one (1) dwelling flat for the employee of the company.
5. Legal costs of E10,000 for a company's outstanding debt collection.
6. The research cost of E150,000 was for a product that the company introduced.
7. The new patents of E200,000 have a life span of 5 years.
8. It is for the company's 10 accountants' CIMA professional membership fees, and hire of a professional lecturers.

**REQUIRED :**

Compute the company tax payable for the year ended 30.6.2014. Use the long restatement method, not the short add deduct method. (30 marks)

**QUESTION 2: CALCULATION OF TAXABLE INCOME OF A FARMER**

Mr. Sabelo Mabuza Kunene is a farmer. His income particulars for the year ended 30<sup>th</sup> June 2014 was as follows.

**INCOME STATEMENT**

	<b>E</b>	<b>E</b>
<b>DEVELOPMENT EXPENDITURES</b>		
2 houses for employees (each one for E50,000.)	50,000	
Dams and boreholes	60,000	
Orchards	70,000	
New fencing	20,000	
Road making	60,000	
Soil erosion capital works	<u>40,000</u>	
		<b>300,000</b>
<b>NORMAL FARMING EXPENDITURES</b>		
Fertilizers and manures	200,000	
Food for livestock	300,000	
Livestock purchases	700,000	
General farming expenses (all allowable)	300,000	
Interest expense	30,000	
Repair of damaged fencing	40,000	
Seeds	60,000	
Wages and rations	700,000	
Wear and tear allowances (all allowable)	<u>100,000</u>	
		<b><u>2,430,000</u></b>
<b>INCOME</b>		
Dividend received from Swaziland quoted companies		100,000
Dividend received from South African companies		20,000
Fees for letting of construction machines		50,000
Grazing fees		150,000
Interest income received from investments		150,000
Livestock sales		4,000,000
Produce sales (maize, and fruits)		600,000
Sale of wool (from sheep)		200,000
Sale of timber		<u>2,500,000</u>
		<b><u>7,770,000</u></b>

**OTHER INFORMATION**

1. The general development farming expenditure brought forward as at 1.7.2013 was E200,000. And the plantation development expenditure b/f was E400,000.
2. The agricultural tax loss b/f as at 1.7.2013 was E200,000.
3. The executors of the estate of his late father handed him 100 cows on 1.7.2013 ; 100 cows. The current market value of these animals at the date of his father's death was E400,000.
4. On 1.12.2014 he also received by way of donation from his brother 50 bulls. At the date of donation the fair market value of these animals was E300,000.
5. During the year his family consumed produce at an estimated cost of E10,000 and at a market value of E20,000.
6. During the year 2 bulls were slaughtered and distributed as rations to employees. The cost value of each bull was E7,000 and the market value of each bull was E10,000.
7. 4 bulls were donated to a church. The cost for each bull was E7,000, and the market value of each bull was E10,000.
8. As at 30<sup>th</sup> June 2014 the number of livestock on hand was as follows:

	Number
Bulls	100
Cows	200
Heifer 2 year old	100
Heifer 1 year old	50
Calves	150

9. The estimated cost and market values of produce, fruit, and wool were as follows

	Cost value E	Market value E
Maize on cobs in the farm	150,000	200,000
Dry de-husked maize in bags ready for National Milling	200,000	300,000
Fruit ready for sale	150,000	250,000

**REQUIRED :**

- A. Calculate the deemed opening money value of livestock stock, the closing money value of livestock, produce, and fruit and wool. (10 marks)
  - B. Calculate the taxable income of farmer Sabelo Mabuza for the year ended 30<sup>th</sup> June 2014. (20 marks)
- Total for the question (30 marks)**

**QUESTION 3:**

The financial information of Nkhoyoyo Trading Company for the year ended 31.1.2014 ,are provided below:

1	Tax .period covered by the return.	1.1.14 to 31.1.14
2	Full name of the registered entity.	Nkhoyoyo Trading Company
3	Tax Identification Number (TIN)	B224555
4	Postal Adress	Private Bag 22 Nkhoyoyo,Mbabane
5	Physical Adress	20 Oshoek Way,Nkhoyoyo,M201
6	Landline Telephone no	24044450
7	Cellphone no	76763425
8	E mail	<u>nkhoyoyotraders@swazinet.sz</u>

**A.**

**A: JANUARY 2014 MONTHLY PURCHASES**

DATE	TAX PURCHASE INVOICE NO	PARTICULARS	AMOUNT
			E
1.1.14	001	Purchased medical services from Johannesburg SA E150,000 before VAT.	150,000
2.1.14	002	Purchased educational services from Pretoria SA E250,000 before VAT	250,000
5.1.14	003	Purchased 200 Gallyaxy Samsung Tablet 605 from Johannesburg @E6,500	1,300,000
8.1.14	004	Purchased Textbooks from Mbabane Webster for E300,000 before VAT	300,000
9.1.14	005	Purchased 200 bags of cement @ E70 before VAT	14,000
10.1.14	006	Purchased from Nelpruit SA 400 Nokia Tablet @ E6,000 before VAT	2,400,000
12.1.14	007	Purchased locally 2,000 kg of white sugar @E10	20,000
13.1.14	008	Purchased from Johannesburg SA medical tablets for E300,000 before VAT.	300,000
14.1.14	009	Purchased locally 5,000 kg of brown sugar @ E8 before VAT	40,000
15.1.14	010	Purchased 500 loaves of brown bread at the price of @ E9 before VAT.	4,500
16.1.14	011	Purchased 300 loaves of white bread each E12 before VAT	3,600
17.1.14	012	Purchased general merchandise from an unregistered VAT supplier.	140,000

**REQUIRED :**

Post the above transactions to a modified purchase day book (to accommodate the particular VAT summaries relating to VAT inputs) and balance the purchase day book.  
(15 marks)

**QUESTION 3:**

The financial information of Nkhoyoyo Trading Company for the year ended 31.1.2014 ,are provided below:

1	Tax period covered by the return.	1.1.14 to 31.1.14
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16.1.14	011	Purchased 300 loaves of white bread each E12 before VAT	3,600
17.1.14	012	Purchased general merchandise from an unregistered VAT supplier.	140,000

**REQUIRED :**

Post the above transactions to a modified purchase day book (to accommodate the particular VAT summaries relating to VAT inputs) and balance the purchase day book. (15 marks)

**B: JANUARY 2014 MONTHLY SALES**

DATE	TAX SALES INVOICE NO	PARTICULARS	AMOUNT E
2.1.14	001	Sold medical services in Matsapha for E225,000 before VAT.	225,000
4.1.14	002	Sold locally education services for E375,000 before VAT.	375,000
6.1.14	003	Sold the 200 Galaxy Samsung Note 605 @ E9,750 before VAT.	1,950,000
10.11.14	004	Sold textbooks from Mbabane Webster for E450,000 Before VAT.	450,000
12.1.14	005	Sold 200 bags of cement for E105 each before VAT.Total was E21,000.	21,000
14.1.14	006	Sold 400 Nokia tablet each E9,000 before VAT.	3,600,000
15.1.14	007	Sold locally 2,000 kg of white sugar at E15 each before VAT.	30,000
15.1.14	008	Sold locally medical pills (bought from Johannesburg) for E450,000 before VAT	450,000
16.1.14	009	Sold locally 5,000 kg of brown sugar for E12 each before VAT.Total value E60,000.	60,000
18.1.14	010	Sold 500 brown bread @ E14 before VAT.	7,000
19.1.14	011	Sold 300 loaves of white bread @ E18 before VAT.	5,400
20.1.14	012	Sold general merchandise from unregistered VAT suppliers.	210,000

**REQUIRED :**

Post the above transactions to a modified sales day book(to accommodate the particular VAT summaries relating to VAT outputs) and balance the sales day book.

(15 marks)

**TOTAL FOR THE QUESTION**

(30 marks)

**QUESTION 4:  
CUSTOMS AND EXCISE**

**REQUIRED :**

**Calculate the Emalangen Exercise Duties, and Custom Duties that would be collected from the following transactions.**

1	Importation of one "Mercedes Benz" saloon car capable of transporting 5 passengers including a driver that would have the recommended total retail price (exclusive of sales tax) of 600,000. The total value for Ad Valorem custom duty purpose would be E400,000.
2	Importation of one "Honda Trail" motorcycle with reciprocating internal combustion engine capacity of 200 cc valued at E20,000.
3	Importation of a "Johnson" pleasure boat with an outboard motor valued at E120,000
4	Importation of Manicure and Pedicure beauty make up worth E40,000
5	Importation of 3,500,000 "Benson and Hedges" cigarettes (individual cigarette sticks) valued at a total value of E35,000,000.
6	Importation of 5,000 litres of "Cinzano" fortified wine worth E600,000
7	Importation of "Mountain Bike" articles and equipment for general physical exercise, gymnastic, and other sports valued at E50,000

**(10 marks)**

**TOTAL FOR THE PAPER**

**(100 marks)**

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CUSTOMS AND EXCISE**

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(10 marks)

**TOTAL FOR THE PAPER**

(100 marks)

Date as on : 2007-03-30

SCHEDULE 1 / PART 2 / SECTION B

Customs & Excise Tariff

SECTION B

AD VALOREM EXCISE DUTIES, AND AD VALOREM CUSTOMS DUTIES ON IMPORTED GOODS OF THE SAME CLASS OR KIND

NOTES:

1. For the purposes of the calculation of the rate of excise duty in terms of items 126.01 to 126.05 "A" means the recommended retail price, exclusive of value-added tax, less 20%. The result of the calculation  $0,00003 \times A$  shall be rounded-off to the third decimal comma.
2. For the purposes of the calculation of the rate of customs duty in items 126.01 to 126.05 "B" means the value for the ad valorem customs duty purposes as prescribed in section 65(8)(a) of the Act. The result of the calculation  $0,00003 \times B$  shall be rounded-off to the third decimal comma.
3. For the purposes of item 126.01 to 126.05 the following motor vehicles are deemed not to be excisable:
  - (i) motor vehicles manufactured by enthusiasts solely from secondhand parts or from second hand and new parts for own use, as the Commissioner may decide; and
3. For the purposes of item 126.01 to 126.05 the following motor vehicles are deemed not to be excisable:
  - (ii) motor vehicles which are manufactured by the conversion of excisable or non-excisable motor vehicles.
4. For the purposes of items 126.01, 126.02, 126.04 and 126.05 the expression "vehicle mass" shall not include the mass of any fuel or water but shall include the mass of any lubricants, spare wheel and tools which are supplied as standard equipment.

Date as on : 2006-08-02

## SCHEDULE 1 / PART 2 / SECTION A

Customs &amp; Excise Tariff

Tariff Item	Tariff Heading	Article Description	Rate of Duty	
			Excise	Customs
104.00		PREPARED FOODSTUFFS; BEVERAGES, SPIRITS AND VINEGAR; TOBACCO		
104.01	19.01	Malt extract; food preparations of flour, groats, meal, starch or malt extract, not containing cocoa or containing less than 40 per cent by mass of cocoa calculated on a totally defatted basis, not elsewhere specified or included; food preparations of goods of headings 04.01 to 04.04, not containing cocoa or containing less than 5 per cent by mass of cocoa calculated on a totally defatted basis not elsewhere specified or included		
.10		Traditional African beer powder as defined in Additional Note 1 to Chapter 19	34,7c/kg	34,7c/kg
104.10	22.03	Beer made from malt		
.10		Traditional African beer as defined in Additional Note 1 to Chapter 22	7,82c/li	7,82c/li
.20		Other	3 667.82c/li absolute alcohol	3 667.82c/li absolute alcohol
104.15	22.04	Wine of fresh grapes, including fortified wines; grape must (excluding that of heading 20.09)		
	22.05	Vermouths and other wine of fresh grapes flavoured with plants or aromatic substances		
.02		Sparkling wine	465.58c/li	465.58c/li
.04		Unfortified wine	158.09c/li	158.09c/li
.06		Fortified wine	287.88c/li	287.88c/li
104.17	22.06	Other fermented beverages (for example, cider, perry, mead); mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages, not elsewhere specified or included:		
.05		Traditional African beer as defined in Additional Note 1 to Chapter 22	7,82c/li	7,82c/li
.15		Other fermented beverages, unfortified	183.38c/li	183.38c/li
.17		Other fermented beverages, fortified	365.35c/li	365.35c/li
.22		Mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages	183.38c/li	183.38c/li
.90		Other	365.35c/li	365.35c/li
104.20	22.07	Undenatured ethyl alcohol of an alcoholic strength by volume of 80 per cent volume or higher; ethyl alcohol and other spirits, denatured, of any strength:		
	22.08	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 per cent volume; spirits, liqueurs and other spirituous beverages:		

Date as on : 2006-08-02

## SCHEDULE 1 / PART 2 / SECTION A

Customs &amp; Excise Tariff

Tariff Item	Tariff Heading	Article Description	Rate of Duty	
			Excise	Customs
.10		Wine spirits, manufactured by the distillation of wine	5 521.00c/li absolute alcohol	5 521.00c/li absolute alcohol
.15		Spirits, manufactured by the distillation of any sugar cane product	5 521.00c/li absolute alcohol	5 521.00c/li absolute alcohol
.25		Spirits, manufactured by the distillation of any grain product	5 521.00c/li absolute alcohol	5 521.00c/absolute alcohol
.29		Other spirits	5 521.00c/li absolute alcohol	5 521.00c/li absolute alcohol
.40		Liqueurs and other spirituous beverages	5 521.00c/li absolute alcohol	5 521.00c/li absolute alcohol
104.30	24.02	<b>Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes:</b>		
.10		Cigars, cheroots and cigarillos, of tobacco or of tobacco substitutes	148 515.70c/kg net	148 515.70c/kg net
.20		Cigarettes, of tobacco or of tobacco substitutes	278.04 c/10 cigarettes	278.04c/10 cigarettes
104.35	24.03	<b>Other manufactured tobacco and manufactured tobacco substitutes; "homogenised" or "reconstituted" tobacco; tobacco extracts and essences:</b>		
.10		Cigarette tobacco and substitutes thereof	15 649.41c/kg	15 649.41c/kg
.20		Pipe tobacco and substitutes thereof	8 261.93c/kg net	8 261.93c/kg net
105.00		<b>MINERAL PRODUCTS</b>		
105.10	27.10	<b>Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing by mass 70 per cent or more of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:</b>		
.03		Petrol, as defined in Additional Note 1(b) to Chapter 27	3.909c/li	3.909c/li
.09		Aviation kerosene, as defined in Additional Note 1(d) to Chapter 27	free	free
.13		Illuminating kerosene, as defined in Additional Note 1(f) to Chapter 27, marked	free	free
.15		Illuminating kerosene, as defined in Additional Note 1 (f) to Chapter 27, unmarked	3,817c/li	3,817c/li
.17		Distillate fuel, as defined in Additional Note 1(g) to Chapter 27	3,817c/li	3,817c/ li
.19		Specified aliphatic hydrocarbon solvents, as defined in Additional Note 1(ii) to Chapter 27, marked	free	free
.21		Specified aliphatic hydrocarbon solvents, as defined in Additional Note 1(ii) to Chapter 27, unmarked	3,817c/li	3,817c/li

Date as on : 2006-08-02

## SCHEDULE 1 / PART 2 / SECTION A

Customs &amp; Excise Tariff

Tariff Item	Tariff Heading	Article Description	Rate of Duty	
			Excise	Customs
106.00		PRODUCTS OF THE CHEMICAL OR ALLIED INDUSTRIES		
106.10	29.03	Halogenated derivatives of hydrocarbons:		
.03		Carbon tetrachloride	500c/kg	500c/kg
.05		1,1,1-Trichloroethane (methyl chloroform)	500c/kg	500c/kg
.09		Chlorotrifluoromethane	500c/kg	500c/kg
.11		Pentachlorofluoroethane	500c/kg	500c/kg
.13		Tetrachlorodifluoroethanes	500c/kg	500c/kg
.15		Heptachlorofluoropropanes	500c/kg	500c/kg
.17		Hexachlorodifluoropropanes	500c/kg	500c/kg
.19		Pentachlorotrifluoropropanes	500c/kg	500c/kg
.21		Dichlorodifluoromethane	500c/kg	500c/kg
.23		Tetrachlorotetrafluoropropanes	500c/kg	500c/kg
.25		Trichloropentafluoropropanes	500c/kg	500c/kg
.27		Dichlorohexafluoropropanes	500c/kg	500c/kg
.29		Trichlorofluoromethane	500c/kg	500c/kg
.31		Chloroheptafluoropropanes	500c/kg	500c/kg
.33		Trichlorotrifluoroethanes	500c/kg	500c/kg
.35		Dichlorotetrafluoroethanes and chloropentafluoroethane	500c/kg	500c/kg
.37		Bromochlorodifluoromethane, bromotrifluoromethane and dibromotetrafluoroethanes	500c/kg	500c/kg
106.20	38.24	Prepared binders of foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included		
.10		Mixtures containing acyclic hydrocarbons; perhalogenated only with fluorine and chlorine (excluding mixtures containing chlorodifluoromethane, dichlorodifluoromethane or trichlorofluoromethane)	500c/kg	500c/kg
.20		Mixtures containing dichlorodifluoromethane or trichlorofluoromethane	500c/kg	500c/kg

Date as on : 2006-08-02

SCHEDULE 1 / PART 2 / SECTION A

Customs & Excise Tariff

Tariff Item	Tariff Heading	Article Description	Rate of Duty	
			Excise	Customs
.30		Other mixtures containing perhalogenated derivatives of acyclic hydrocarbons containing two or more different halogens	500c/kg	500c/kg
.40	38.24	Biodiesel as defined in Additional Note 1(a) to Chapter 38	3.817c/li	3.817c/li
.50	38.24	Other biodiesel	3.817c/li	3.817c/li

Date as on : 2007-03-30

## SCHEDULE 1 / PART 2 / SECTION B

Customs &amp; Excise Tariff

Tariff Item	Tariff Heading	Sub Heading	Article Description	Rate of Duty	
				Excise	Customs
118.15	33.03	3303.00	Perfumes and toilet waters (excluding pastes and intermediate products not put up for sale by retail)	7%	7%
118.20	33.04		Beauty or make-up preparations and preparations for the care of the skin (excluding medicaments), including sunscreen or sun tan preparations; manicure or pedicure preparations		
		3304.10	Lip make-up preparations (excluding pastes and other intermediate products not put up for sale by retail and any preparations having a Sun Protection Factor (SPF) of 15 or more)	5%	5%
		3304.20	Eye make-up preparations (excluding pastes and other intermediate products not put up for sale by retail)	5%	5%
		3304.30	Manicure or pedicure preparations (excluding pastes and other intermediate products not put up for sale by retail)	5%	5%
		3304.91	Powders, whether or not compressed (excluding pastes and other intermediate products not put up for sale by retail and baby powders and any preparations having a Sun Protection Factor (SPF) of 15 or more)	5%	5%
		3304.99	Other (excluding pastes and other intermediate products not put up for sale by retail and barrier cream in packings of 5 kg or more and any preparations having a Sun Protection Factor (SPF) of 15 or more)	5%	5%
118.33	36.04		Fireworks, signalling flares, rain rockets, fog signals and other pyrotechnic articles		
		3604.10	Fireworks	7%	7%
120.10	43.03		Articles of apparel, clothing accessories and other articles of furskin		
		4303.10	Articles of apparel and clothing accessories	7%	7%
120.15	43.04		Artificial fur and articles thereof		
		4304.00	Articles of apparel and clothing accessories	7%	7%
124.05	84.15		Air conditioning machines of a kind used for buildings, comprising a motor-driven fan and elements for changing the temperature and humidity, including those machines in which the humidity cannot be separately regulated		
		8415.10	Window or wall types, self-contained or "split-systems", having a rated cooling capacity not exceeding 8,8 kW	7%	7%
		8415.8	Other, having a rated cooling capacity not exceeding 8,8 kW	7%	7%
		8415.90	Indoor units for machines of subheading 8415.10.40	7%	7%

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Tariff Item	Tariff Heading	Sub Heading	Article Description	Rate of Duty	
				Excise	Customs
124.07	84.18		Refrigerators, freezers and other refrigerating or freezing equipment, electric or other; heat pumps other than air conditioning machines of heading 84.15		
		8418.6	Other refrigerating or freezing equipment and heat pumps for air conditioning machines of a kind used for buildings of subheading 8415.10.40	7%	7%
124.37	85.17		Telephone sets, including telephones for cellular networks or for other wireless networks; other apparatus for the transmission or reception of voice, images or other data, including apparatus for communication in a wired or wireless network (such as local or wide area network), excluding transmission or reception apparatus of heading 84.43, 85.25, 85.27 or 85.28		
		8517.11	Line telephone sets with cordless handsets	7%	7%
		8517.12	Telephones for cellular networks or for other wireless networks, designed for use when carried in the hand or on the person	7%	7%
124.40	85.18		Microphones and stands therefor; loudspeakers, whether or not mounted in their enclosures; headphones and earphones whether or not combined with a microphone, and sets consisting of a microphone and one or more loudspeakers; audio-frequency electric amplifiers; electric sound amplifier sets		
		8518.2	Loudspeakers, whether or not mounted in their enclosures	7%	7%
		8518.40	Audio-frequency electric amplifiers	7%	7%
		8518.50	Electric sound amplifier sets	7%	7%
124.45	85.19		Sound recording or reproducing apparatus (excluding telephone answering machines, cinematographic sound recording apparatus, tape duplicators and dubbing machines)	7%	7%
		8521.10	Magnetic tape-type (excluding those for use with magnetic tape of a width exceeding 25 mm and video tape duplicators, cassette-type, not incorporating a video reproducing device)	7%	7%
		8521.90	Other	7%	7%
124.66	85.25		Transmission apparatus for radio-broadcasting or television, whether or not incorporating reception apparatus or sound recording or reproducing apparatus; television cameras, digital cameras and video camera recorders		
		8525.80	Digital cameras and video camera recorders (excluding digital camcorders with a value for duty purposes exceeding R15 000 for the basic camera unit exclusive of any peripherals e.g. memory stick, battery, additional lenses, etc.)	7%	7%
124.70	85.27		Reception apparatus for radio-broadcasting, whether or not combined, in the same housing, with sound recording or reproducing apparatus or a clock		

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Tariff Item	Tariff Heading	Sub Heading	Article Description	Rate of Duty	
				Excise	Customs
		8527.00	Domestic radio-broadcast receivers, including those of a kind used in motor vehicles, whether or not combined, in the same housing, with sound recording or reproducing apparatus or a clock	7%	7%
124.75	85.28	8528.00	Monitors and projectors, not incorporating television reception apparatus (excluding those of a kind solely or principally used in an automatic data processing system of heading 84.71); reception apparatus for television, whether or not incorporating radio-broadcast receivers or sound or video recording or reproducing apparatus	7%	7%
126.02	87.02	8702.00	Motor vehicles for the transport of ten or more persons, including the driver (excluding such vehicles of a value for AD VALOREM excise duty purposes of less than R130 000 or vehicles for the transport of 15 or more persons, including the driver)	{{(0,00003 x A) - 0,75}% with a maximum of 20% (See Note 1 to this Part)	{{(0,00003 x B) - 0,75}% with a maximum of 20% (See Note 2 to this Part)
126.03	87.03	8703.00	Motor cars and other motor vehicles principally designed for the transport of persons (excluding those of heading 87.02), including station wagons and racing cars (excluding hearses and ambulances)	{{(0,00003 x A) - 0,75}% with a maximum of 20% (See Note 1 to this Part)	{{(0,00003 x B) - 0,75}% with a maximum of 20% (See Note 2 to this Part)
126.04	87.04	8704.00	Motor vehicles for the transport of goods of a vehicle mass not exceeding 1 600 kg without rear body or 2 000 kg with rear body or of a G.V.M. not exceeding 3 500 kg (excluding motor vehicles of subheading 8704.10, off-the-road logging trucks and shuttle cars and low construction flame proof vehicles for use in underground mines)	{{(0,00003 x A) - 0,75}% with a maximum of 20% (See Note 1 to this Part)	{{(0,00003 x B) - 0,75}% with a maximum of 20% (See Note 2 to this Part)
126.05	87.06	8706.00	Chassis fitted with engines, for the motor vehicles of headings 87.01 to 87.05 (excluding those for motor vehicles of subheading 8704.10) of a vehicle mass not exceeding 1 600 kg or of a G.V.M. not exceeding 3 500 kg	{{(0,00003 x A) - 0,75}% with a maximum of 20% (See Note 1 to this Part)	{{(0,00003 x B) - 0,75}% with a maximum of 20% (See Note 2 to this Part)
126.10	87.11		Motorcycles (including mopeds) and cycles fitted with an auxiliary motor, with or without side-cars; side-cars		
		8711.20.90	With reciprocating internal combustion piston engine of a cylinder capacity of 200 cm <sup>3</sup> or more but not exceeding 250 cm <sup>3</sup>	5%	5%
		8711.30	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 250 cm <sup>3</sup> but not exceeding 500 cm <sup>3</sup>	5%	5%
		8711.40	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 500 cm <sup>3</sup> but not exceeding 800 cm <sup>3</sup>	5%	5%
		8711.50	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 800 cm <sup>3</sup>	7%	7%
		8711.90.20	Other, of a cylinder capacity of 200 cm <sup>3</sup> or more but not exceeding 800 cm <sup>3</sup>	5%	5%
		8711.90.30	Other, of a cylinder capacity exceeding 800 cm <sup>3</sup>	7%	7%

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Tariff Item	Tariff Heading	Sub Heading	Article Description	Rate of Duty	
				Excise	Customs
126.20	89.03		Yachts and other vessels for pleasure or sports; rowing boats and canoes		
		8903.99	Water scooters and the like	7%	7%
129.10	93.02	9302.00	Revolvers and pistols (excluding those of heading 93.03 or 93.04), being firearms (excluding target shooting pistols of 5,6 mm calibre)	7%	7%
129.15	93.03		Other firearms and similar devices which operate by the firing of an explosive charge (for example, sporting shotguns and rifles, muzzle-loading firearms, Very pistols and other devices designed to project only signal flares, pistols and revolvers for firing blank ammunition, captive-bolt humane killers, line-throwing guns)		
		9303.10	Muzzle-loading firearms	7%	7%
		9303.20	Other sporting, hunting or target-shooting shotguns, including combination shotgun-rifles	7%	7%
		9303.30	Other sporting, hunting or target-shooting rifles	7%	7%
129.20	93.04		Other arms (for example, spring, air or gas guns and pistols, truncheons), (excluding those of heading 93.07)		
		9304.00	Spring, air or gas guns and pistols (excluding those designed to project a missile suitable for the injection of animals)	7%	7%
130.10	95.04		Articles for funfair, table or parlour games, including pinball machines, billiards, special tables for casino games and automatic bowling alley equipment		
		9504.10	Video games of a kind used with a television receiver	7%	7%
		9504.30	Other games of skill or chance, including parts thereof, operated by means of coin, encoded magnetic strip, "smart" cards or other tokens (excluding bowling alley equipment)	7%	7%
		9504.90	Video games with self-contained screen and games of skill or chance with an electronic display, including parts thereof	7%	7%
130.15	95.06		Articles and equipment for general physical exercise, gymnastics, athletics, other sports (including table-tennis) or outdoor games, not specified or included elsewhere in this Chapter; swimming pools and paddling pools		
		9506.32	Golf balls	7%	7%

**EXHIBIT 3.2: THE STANDARD VALUES OF LIVESTOCK**

Description of livestock		Standard value Emalangeni
<b>Cattle</b>	Bulls (uncastrated male cow)	720
	Oxen (castrated male cow used for draught)	440
	Cows (fully grown female of a bovine animal)	440
	Tollies and Heifers 2 years (heifer a young cow especially one that has not had more than one calf)	280
	Tollies and Heifers 1 year	200
	Calves under 1 year	120
<b>Sheep</b>	Wether (castrated ram-old English)	60
	Rams (uncastrated male sheep)	100
	Ewes (female sheep-old English)	40
	Lambs (young sheep)	10
<b>Goats</b>	Fully grown	40
	Kids under 1 year	10
<b>Horses</b>	Stallion 4 years and over (uncastrated adult male horse)	600
	Mares 4 years and over (female horse)	400
	Gelding 3 years and over (castrated horse)	300
	Colts and fillies 3 years (colt-young male horse, filly young female horse)	300
	Colts and fillies 2 years	200
	Colts and fillies 1 year	150
	Foals under 1 year ( young male horse)	60
<b>Donkeys</b>	Jacks over 3 years (Jack ass-male donkey)	15
	Jacks under 3 years	10
	Jennies over 3 years (jennies-female donkeys)	15
	Jennies under 3 years	10
	Foals under-1 year (foal-young of a horse or related animal)	5

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**Standard values continued**

Description of livestock		Standard value Emalangeni
<b>Mules</b>	Over 4 years (mule-generally offspring of a female donkey and male horse, but could be offspring of male donkey and female horse)	300
	3 years to 4 years	200
	2 years to 3 years	150
	Under 2 years	60
<b>Pigs</b>	Over 12 months	250
	Under 12 months	50
<b>Poultry</b>	Over 9 months	5