

GOVERNMENT OF ZAMBIA

**ACT**

No. 9 of 2001

Date of Assent: 8th November, 2001

**An Act to amend the Customs and Excise Act.**

[9th November, 2001

ENACTED by the Parliament of Zambia.

Enactment

1. (1) This Act may be cited as the Customs and Excise (Amendment) (No. 2) Act 2001, and shall be read as one with the Customs and Excise Act, in this Act referred to as the principal Act.

Title and commencement

(2) This Act shall come into operation on such date as the Minister may, by statutory instrument, appoint.

Cap. 322

2. The principal Act is amended by the insertion of the following new part:

Insertion of new part VIA

Part VIA  
TAX FREE ZONES

**70A** (1) The Minister may, by statutory instrument, declare an area a tax free zone.

Declaration of tax free zone

(2) An area shall not be declared a tax free zone unless the area has been identified by the Minister responsible for trade and industry—

- (a) as a depressed area that has high economic potential; or
- (b) as having high economic potential.

**70B** The Minister may, in an area declared a tax free zone under section *seventy A*, grant investors in manufacturing, agriculture, commercial banking and insurance, who operate in that area exemption or reduction of duties on—

Grant of incentives to investors in tax free zone



- (a) electricity;
- (b) machinery, spares and accessories
- (c) imported raw materials;
- (d) water treatment chemicals; and
- (e) industrial fuel.

at such rate as the Minister may by statutory instrument determine.

**70C** Where the tax free zone is declared under section *seventy A*, the declaration and incentives granted under section *seventy B* shall be for a period of ten years.

Duration of  
tax free zone  
status