



INFORMAL TRANSLATION

MINISTRY OF PLANNING AND FINANCE

Ministerial Order No. 04 /2004 of July 14

PERCENTAGE OF INSURANCE OF IMPORTED GOODS

Considering that for the purposes of determining the customs value of goods imported into East Timor, freight, insurance and other expenses are included in the respective FOB value;

Considering that the customs value of imported goods is the transaction value, i.e. the price actually paid or payable for goods sold for export, destined for a third country, plus freight, i.e. the amount paid for the cost of transporting the goods to the country of destination and the cost of insurance

Whereas the practice has shown that importers have not always correctly declared the amount due for the insurance of the imported goods, with obvious losses for the tax authorities;

Whereas it is necessary to harmonize the percentage corresponding to the amount of insurance, for the purpose of integrating it in the customs value of imported goods;

It is convenient to improve mechanisms in order to provide greater rigor, control and transparency in the customs clearance of goods;

In view of the above, the Government, through the Minister of Planning and Finance, under the terms of article 73 of the Constitution of the Democratic Republic of Timor-Leste, orders the following Legislation to be published:

Article 1

Insurance Percentage

For customs clearance purposes, the amount to be applied over the FOB value is fixed at 5% (five percent), for the purpose of calculating the amount of insurance for imported goods.

Article 2

Entry into Force

This Ministerial Diploma will come into effect immediately after its publication.

Done at Dili, on May 6, 2004.

The Minister of Planning and Finance,

/Maria Madalena Brites Boavida/
