Statutory Instrument No. 37 of 1995

INCOME TAX ACT
(Cap. 52:01)

MANUFACTURING DEVELOPMENT APPROVAL ORDER, 1995
(Published on 30th June, 1995)

IN EXERCISE of the powers conferred by section 50 of the Income Tax Act, the Vice-President and Minister of Finance and Development Planning hereby makes the following Order —

Citation and commencement

1. This Order may be cited as the Manufacturing Development Approval Order, 1995, and shall, subject to the provisions of section 50 of the Act, come into operation on the 1st July, 1995.

Interpretation

2. (1) In this Order "manufacture" means the production of articles on a large scale by subjecting raw materials to a process, or processes, by the use of machinery in combination with human labour the resulting product having new and distinctive characteristics from the raw material from which it is made.

(2) The mere fabrication or assembly of components into finished products, or the packaging, bottling, mixing or blending of ingredients shall not qualify as manufacturing.

Prescription

3. Any company that has been approved by the Minister as carrying on the business of manufacturing in Botswana, being a business project of benefit for the development of the economy of Botswana, shall be taxable at the special rate set out in the Tenth Schedule to the Act.

MADE this 13th day of June, 1995

F.G. MOGAE,
Vice-President and Minister of Finance and Development Planning.