

Translation

Trade and Investment Policy Circular No: 01/2020

Secretary to the President
Secretary to the Prime Minister
Secretary to the Cabinet of Ministers
Secretaries of All Ministries
Chief Secretaries of All Provincial Councils
Secretaries of the Commissions
All Heads of the Departments
The Heads of State Corporations and Statutory Institutions

Facility to Purchase of Motor Vehicles in the Domestic Market Using the Concessionary Motor Vehicle Permits

Approval is hereby granted for Concessionary Motor Vehicle Permit holders, who have obtained Concessionary Motor Vehicle Permits under the Trade and Investment Policy Circular No. 01/2018, as amended and the Public Administration Circular No. 22/99, as amended and not yet used / unclaimed to import or purchase a motor vehicle, to purchase an unregistered motor vehicle from any authorized dealers or registered importers of motor vehicles as described in the Clause No. 1.2 at their discretion with the benefit equivalent to the value of the duty concession mentioned in in such Permit.

1. Conditions and Procedure

1. Accordingly, any permit holders, who has obtained a concessionary permit under the Trade and Investment Policy Circular No. 01/2018, as amended and the Public Administration Circular No. 22/99, as amended, is eligible to hand over such permit along with its Bank Manager's copy to any authorized dealer or registered importers of motor vehicles to purchase an unregistered motor vehicle with the benefit equivalent to the value of the duty concession allowed to the permit holder as mentioned in his / her concessionary motor vehicle permit.
2. An authorized dealer or registered importer of motor vehicles in the Circular refers to an entity / company, which has registered under the Department of Register of Companies to do the business of importation and sell of motor vehicles or import parts and components to assemble motor vehicles and sell locally.
3. The first registration of the motor vehicle/ cab, so purchased shall only be made in the name of the holder of the said permit.
4. As per provisions of this Circular, any authorized dealer / registered importer is eligible to sell any motor vehicles, classified under the HS Heading of 87.03 or 87.04.
5. Every permit holder, who decides to purchase a motor vehicle using his / her concessionary motor vehicle permit shall produce an Affidavit in the prescribed format in the Annexure -1 of this Circular to the relevant entity referred in the Clause No .1.2 above.

6. Sri Lanka Customs will take action to grant duty waiver equivalent to value indicated in the relevant permit based on a Special Duty Waiver Permit of the Department of Trade and Investment Policy which will be issued in future when an authorized dealer or registered importer of motor vehicles who sell vehicles under this Circular to any permit holders.
7. Appropriate Order shall be issued under the Excise (Special Provisions) Act to grant of appropriate concession as referred in the Clause No. 1.6 above.
8. In order to obtain the Special Duty Waiver Permit equivalent to the value indicated in the relevant permit, an authorized dealer / registered importer of motor vehicles shall submit a request as per format specified in the Annexure -2 of this Circular together with originals of the concessionary permit, Bank Manager's Copy and the Affidavit to the Director General of the Department of Trade and Investment Policy prior to establishment of the Letter of Credit to import motor vehicle in replacement to the sold motor vehicle to the permit holder under this Circular.
9. Motor vehicle, imported by an authorized dealer or registered importer of motor vehicles in replacement of the sold motor vehicle to the permit holder as prescribed in the Clause No. 185 can be registered under any person's name.
10. It is the responsibility of both parties to abide by the agreements entered in to between the permit holder and the seller (an authorized dealer or registered importer of motor vehicles under this Circular and the Government has no obligation in that regard.
11. This circular, should be deemed only an interim provision to be effective until further notice.
12. Violation of the provisions of this Circular will be dealt in accordance with the prevailing laws of the country.

Sgd. S.R. Attygalle.

Secretary to the Treasury and
Secretary to the Ministry of Finance

Copies :-

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| 01. Auditor General, Auditor General's Department | - f.n.a. |
| 02. Governor, Central Bank of Sri Lanka | - f.n.a. |
| 03. Director General, Dept. of Trade and Investment Policy | - to take actions accordingly |
| 04. Director General, Dept. of Fiscal Policy | - f.n.a. |
| 05. Director General, Dept. of Sri Lanka Customs | - f.n.a as per above 1.7. |
| 06. Director General, Dept. of Management Services | - f.n.a. |
| 07. Director General, Dept. of Public Enterprises | - for information |
| 08. Commissioner General, Dept. of Motor Traffic | - f.n.a. |
| 09. Commissioner General, Dept. of Inland Revenue | - for information |
| 10. Director General, Dept. of Management Audit | - f.n.a. |

Affidavit

for the purpose of Trade and Investment Policy Circular No. 01/2020

I (i).....
residing at (ii)being a (iii)solemnly
and truthfully declare and affirm to the Democratic Socialist Republic of Sri Lanka that:

I, the above declarant serving as (iv)

of (v)in (vi) agree
to transfer the concessionary vehicle permit No. (vii) dated (viii)
issued to me by (ix) with duty concession of Rs. (x)
....., to the institution described in the below clause No. 1 and to
purchase the vehicle which is described in the clause No. 2 mentioned below.

(1) Vehicle supplier Institution

Name :
Address :
Registration No :
VAT No :
TIN No :

(2) Motor vehicle /Cab

Chassis No :
Engine No :
Type :
Model :
Colour :
Market Value :
Agreed Value :

Having read and understood by the declarant,
affirmed and signed before me on this date of

.....
Declarant

.....
Commissioner of Oaths

- i). Name in Full
- ii). Address
- iii). Religion
- iv). Post
- v). Department / Institution
- vi). Ministry/ Provincial Council/ Commission/Special Institution
- vii). Permit No
- viii). Permit date
- ix). Institution and officer of the issuance of permit
- x). Value of the duty/tax concession

- Commissioner of Oaths reckons that an additional information is to be included which is not contrary to the format of this affidavit, such information may be included provided no change in the format/content.

Director General
Department of Trade and Investment Policy

Date

Dear Sir,

Obtaining duty concessions under TIP Circular 1/2020

Having possessed the vehicle permit No..... datedissued to Mr./
Mrs/
Miss/Rev./.....by.....
..... under TIP Circular 01/2018 / P.A. Circular No. 22/99, this company
has sold the below mentioned vehicle to the said permit holder.

Chassis No	:
Engine No	:
Type	:
Model	:
Colour	:
Market Value	:
Agreed Value	:

Permit, its Bank Copy, Affidavit prepared and submitted by the permit holder as per annexure 1 and a copy of registration of the motor vehicle sold to permit holder are herewith submitted.

Since our company is ready to import a motor vehicle, it is kindly requested to grant the duty concession mentioned in the above permit.

Yours Sincerely,

.....

(Signature)

Name of the Signee
Designation
Official Stamp.

(This letter should be submitted in a company letter head and signature of the authorized officer with the officer's name, designation and official stamp.)