

Memorandum for Cabinet by the
Minister of Finance, Customs and Port

Drawback Regulations to enable refund of duty paid on
component parts of cars sold to expatriate experts

It is Government's policy to allow experts, both on Government and private contracts, to import one car without payment of duty, and to retain it on the Island for as long as their contract remains in force in the case of Government's experts, and for as long as they hold a work permit here in the case of experts contracted by private firms.

Import duty concessions on cars necessarily have an adverse effect on the local Car Assembly Plant's efforts to sell cars to potential purchasers who stand to benefit from the import duty concessions allowed. In order to remove this adverse effect it is proposed to issue drawback regulations to allow refund of import duty paid by the Car Assembly Plant on importation of component parts of a car eventually purchased by an expatriate expert on Government or private contract.

The proposed regulations have been vetted by Crown Counsel and Hon. Ministers are invited to recommend their issue.

29th September, 1968.