
GOVERNMENT NOTICE GOEWERMENTSKENNISGEWING

SOUTH AFRICAN REVENUE SERVICE

No. 169

1 March 2010

WITHDRAWAL OF REGULATIONS ISSUED IN TERMS OF SECTION 16(1) OF THE VALUE-ADDED TAX ACT, 1991 (ACT NO. 89 OF 1991), TO CALCULATE THE TAX PAYABLE IN TERMS OF A SMALL RETAILERS VAT PACKAGE

By virtue of the power vested in me by section 16(1) of the Value-Added Tax Act, 1991, I, Pravin Jamnadas Gordhan, Minister of Finance, hereby withdraw, in the Schedule hereto, the regulations issued in terms of that section, as published in *Government Gazette* 27425 of 1 April 2005, for the calculation of tax payable in terms of a small retailers VAT package, with effect from 1 March 2010, and furthermore prescribe the transitional measures applicable to the withdrawal.



P. J. GORDHAN
MINISTER OF FINANCE

SCHEDULE

1. In this Schedule any expression defined in the—
 - (a) Value-Added Tax Act, 1991 (Act No. 89 of 1991), (“the Act”); and
 - (b) the regulations issued in terms of section 16(1) of the Act, and published in *Government Gazette* No. 27425 of 1 April 2005 (“the regulations”);shall bear the meaning so assigned to it.
2. The regulations are withdrawn with effect from 1 March 2010.
3. An approved vendor may no longer use the calculation method contained in paragraph 5 of the regulations with effect from 1 March 2010.
4. The following transitional arrangements will apply as a result of the withdrawal of the regulations:
 - (a) An approved vendor who continues to be registered for value-added tax in terms of the Act may, notwithstanding paragraph 3 above, continue to use the calculation method contained in paragraph 5 of the regulations until 31 May 2010 and must implement the necessary accounting and record keeping systems to comply with the relevant provisions of the Act on or before 31 May 2010;
 - (b) An approved vendor who qualifies and elects to be registered as a micro business in terms of the Sixth Schedule to the Income Tax Act, 1962 (Act No. 58 of 1962) may continue to use the calculation method contained in paragraph 5 of the regulations until 31 May 2010.