

**BOND FOR IMPORTING RAW MATERIALS IN TERMS OF THE
THIRD SCHEDULE PARA 2 (B) OF THE VAT ACT**

KNOW ALL MEN WHO IT MAY CONCERN

.....
as Principal (hereinafter referred to as the Principal) herein represented by

1)

2)

in their respective capacities as

1)

2)

They being duly authorized thereto by virtue of resolution passed at a meeting of the Board of

Directors held aton theday of

.....20.....and.....

.....as Sureties and Co-Principal debtors in solidum herein represent by

(1)

(2)

in their respective capacities as

1)

2)

they being duly authorized thereto by virtue of a resolution

passed at a meeting of the Board of Directors held at

.....on theday of

.....20.....

they being duly authorized thereto by virtue of standard internal banking regulations relating to signing powers,

are truly and lawfully indebted and are held and firmly bound to the Government of

the Republic of Botswana in the sum of(.....)

to be paid on demand to the said Government, for which payment will and truly to be made we bind ourselves jointly and severally each for the whole, our Heirs, Executors, Administrators and Assigns.

FURTHERMORE we, the Principal debtor(s) and Co-Principal debtor(s), renounce and waive the exceptions:

i) **Beneficium ordinis seu excussiois**; and

ii) **Beneficium divisionis**,

with the meaning and effect of which we are fully acquainted.

Delete whichever is not applicable

WHEREAS the above Principal is desirous of importing for processing for use in the manufacture of goods under the VAT manufacturing warehouse certificate subject to the provisions, the rules and regulations of the laws of the Republic of Botswana relating to Value Added Tax and the conditions hereinafter specified.

NOW THEREFORE the Principal undertakes to comply with the mentioned conditions in respect of goods imported in terms of the said THIRD SCHEDULE PARA 2 (b) TO THE VAT ACT.

- 1) Records shall be kept to the satisfaction of the Commissioner General regarding the quantity of raw materials or components imported, the description and quantity of goods processed or manufactured and the quantity of processed or Manufactured and the quantity of processed or manufactured goods exported; and
- 2) Raw materials or components shall be used in the processing or manufacture of goods for export to the extent of 90% or more of the total volume of production per year and the remaining 10% or less sold locally.

NOW THE CONDITIONS of this obligation are that if the Principal shall, to the satisfaction of the Commissioner General duly comply with the Value Added Tax laws of the Republic of Botswana governing the importation of materials or components under the Third Schedule Para 2 (b) and the subsequent exportation of processed or manufactured goods and the conditions herein specified, then this obligation shall be void or else to be and remain in full force and effect.

Signed for and on behalf of the Principal
on thisday of20.....at.....

.....
SIGNATURE OF PRINCIPAL

.....
SIGNATURE OF PRINCIPAL

In the presence of the subscribed witnesses:

- WITNESSES: 1) 3)
2) 4)

Signed for and on behalf of the Surety and Co-Principal Debtor
.....on thisday
of20.....

.....
SIGNATURE OF SURETY AND
CO-PRINCIPAL DEBTOR

.....
SIGNATURE OF SURETY AND
CO-PRINCIPAL DEBTOR

In the presence of the subscribed witness:

- WITNESSES: 1) 3)
2) 4)