

GOVERNMENT OF ZAMBIA

ACT

No. 44 of 2021

Date of Assent: 29th December, 2021

An Act to amend the Value Added Tax Act.

[30th December, 2021

ENACTED by the Parliament of Zambia.

Enactment

1. (1) This Act may be cited as the Value Added Tax (Amendment) Act, 2021, and shall be read as one with the Value Added Tax Act, in this Act referred to as the principal Act.

Short title
and
commencement
Cap. 331

(2) This Act shall come into operation on 1st January 2022.

2. Section 7 of the principal Act is amended by the deletion of subsection (5) and the substitution therefor of the following:

Amendment
of section 7

(5) A taxable supplier who fails to issue a tax invoice commits an offence and is liable, on conviction, in the case of a —

(a) first offence, to a penalty not exceeding one hundred thousand penalty units;

(b) second offence, to a penalty not exceeding two hundred thousand penalty units; and

(c) third or subsequent offence, to a penalty not exceeding three hundred thousand penalty units, or to imprisonment for a term not exceeding three years, or to both.

3. Section 7A of the principal Act is amended —

Amendment
of section
7A

(a) in subsection (1), by the deletion of the words “daily sales” and the substitution therefor of the words “each sale or transaction”; and

(b) by the deletion of subsection (3) and the substitution therefor of the following:

- (3) A taxable supplier that contravenes this section commits an offence and is liable, on conviction, in the case of a—
- (a) first offence, to a penalty not exceeding one hundred thousand penalty units;
 - (b) second offence, to a penalty not exceeding two hundred thousand penalty units; and
 - (c) third or subsequent offence, to a penalty not exceeding three hundred thousand penalty units, or to imprisonment for a term not exceeding three years, or to both.

Amendment of
section 18

4. Section 18 (3)(c) of the principal Act is amended by the deletion of the word “or” and the substitution therefor of the word “and”.
