

THE LAW AMENDING THE LAW ON SPECIAL TAX* ON TOBACCO PRODUCTS

Article 1

In the Law on Special Tax on Tobacco Products (Official Gazette, no. 51/94 and 56/95) the name of the Law is changed and reads: the Law on special Tax on Tobacco Products¹.

In the text of the Law, in the appropriate (grammatical) cases, the words “tobacco products” are replaced by the words “tobacco products”.

Article 2

Article 6 is changed and reads:

“(1) Tobacco products – cigarettes, are classified into groups in accordance with the Tobacco Law.

(2) The Ministry of Finance classifies cigarettes into groups pursuant to a ruling issued by the Ministry of Agriculture and Forestry.”

Article 3

In Article 8, Item 1, the words “standard length 84 mm (+ - 2 mm)” are replaced by the words “length 120 mm (+ - 2 mm)”.

Article 4

Article 9 is changed and reads:

“(1) The special tax on cigarettes is paid:

- | | | |
|----|--|------------------------------------|
| 1. | on cigarettes of Group A
(popular group) | 3.90 kuna |
| 2. | on cigarettes of Group B
(standard group) | 4.30 kuna |
| 3. | on cigarettes of Group C | on cigaretterette4 A4 5 T021 2 mm) |

Article 5

In Article 11, Paragraph 1, the number "15" is replaced by the number "30".

Article 6

Article 14 is changed and reads:

"(1) Only legal persons registered at the Commercial Court for carrying out trade activities, can, on the basis of an approval by the Ministry of Finance - Central Office of the Tax issued upon their request import and export tobacco products, supply airports, aeroplanes on international flights, ships on international routes and duty free shops.

(2) If a legal entity as defined by Paragraph 1 of this Article does not adhere to the provisions of this Law or if is penalised for a tax offence by a legally valid ruling or if the entity owes tax, the Ministry of Finance – Central Office of the Tax Administration can refuse to give the approval, take it away or issue a ruling forbidding it to import and export of tobacco products for a certain time, and/or if the offence is repeated, permanently."

Article 7

In Article 15, Paragraph 3 is added and reads:

"(3). Products as defined by Articles 4 and 5 of this Law must not be sold by taxpayers or any other legal entities and natural persons in places that are defined as marketplaces and places at which occasional trading may take place and in all other outdoor areas, except within the context of providing catering services, or selling from vending machines, in accordance with the appropriate laws."

Article 8

In Article 16 Paragraph 3 after the word "*prices*" the words "*lower and*" are added.

Article 9

In Article 17, Paragraph 2 is changed and reads:

"(2). Tobacco products that are exported, sold in duty free shops in airports, in planes that fly in international air space and on ships on international routes must be marked with the identification stamp of the Ministry of Finance that, in addition to the words "*Republic of Croatia – Ministry of Finance (Republika Hrvatska – Ministarstvo financija)*" must have the words "*for export*" (*za izvoz*)" in the Croatian or a foreign language marked on them, the letter designation of the series and the number."

In Paragraph 3 the words "*damaged while opening*" are replaced by the words "*see and while opening break*".

Paragraph 5 is changed and reads:

"(5): Exceptionally, products that are exported can be marked with a mark required by the importing country, which has to be documented by proof about taking over stamps or some other appropriate documentation."

