

MINISTRY OF PLANNING AND FINANCE

**Ministerial Order No. 04 /2004
of July 14**

PERCENTAGE OF INSURANCE OF IMPORTED GOODS

Considering that for the purposes of determining the customs value of goods imported into East Timor, freight, insurance and other expenses are included in the respective FOB value;

Considering that the customs value of imported goods is the transaction value, i.e. the price actually paid or payable for goods sold for export, destined for a third country, plus freight, i.e. the amount paid for the cost of transporting the goods to the country of destination and the cost of insurance

Whereas the practice has shown that importers have not always correctly declared the amount due for the insurance of the imported goods, with obvious losses for the tax authorities;

Whereas it is necessary to harmonize the percentage corresponding to the amount of insurance, for the purpose of integrating it in the customs value of imported goods;

It is convenient to improve mechanisms in order to provide greater rigor, control and transparency in the customs clearance of goods;

In view of the above, the Government, through the Minister of Planning and Finance, under the