

SOUTH AUSTRALIA



STATE TAXATION OFFICE

Financial Institutions Duty

Circular No. 88

EXEMPTION OF EXPORT INCOME FROM FINANCIAL INSTITUTIONS DUTY (FID)

In the August Budget, the Government announced that income derived from exports would receive relief from Financial Institutions Duty (FID) and that the scheme would be in operation from 1 October, 1993.

This action has been taken to assist the effort to internationalise the South Australian economy by providing incentives to exporters and improving local producers' competitiveness in overseas markets.

The relief will be provided in the form of a rebate of FID paid on export income during the period.

The following provides a guide to eligibility criteria and how to claim the rebate.

ELIGIBLE EXPORTS

A FID rebate is available on duty paid for income received and banked during the relevant period in **South Australia**. This income must relate to goods that have been manufactured, produced, assembled or processed in South Australia for export through an **Australian** port or airport. The rebate is also available on income received for services provided by South Australian firms overseas and generally relates to consulting services provided outside of Australia.

INELIGIBLE EXPORTS

Income received from goods exported and later brought back into Australia are not eligible for the rebate.

EVIDENCE THAT NEEDS TO BE PROVIDED

Any person making application for the rebate **must** provide evidence of the export of goods and services, the income received and FID paid.

This evidence will take the form of:-

- (a) A copy of Australian Customs Service form - "Entry for Exportation" form Pages B957 and B957a. This form should show the Export Clearance Number (ECN) provided by the Australian Customs Service or an equivalent document approved by the Commissioner which shows the Export Clearance Number.
- (b) Relevant financial (bank) statements or contracts, invoices, etc., specifying the income received and FID paid. Where an organisation is unable to provide bank statements etc. alternative arrangements can be made with the State Taxation Office.

APPLICATION FORM

The attached application form should be completed and the evidence in (a) and (b) above attached thereto.

This application form is in the form of a statutory declaration and will need to be completed by a responsible person within the applicant company. This would include a Director, Chief Executive, Manager, Financial Controller, etc.

PERIOD IN WHICH REBATE CAN BE CLAIMED

The relevant period for a rebate of FID is 1 October, 1993 to 30 September, 1994.

Two claims can be made during that period. One will cover 1 October, 1993 to 31 March, 1994 and the other 1 April, 1994 to 30 September, 1994.

These claims (made by application and supported by appropriate evidence) may be lodged any time after 31 March 1994 but not later than 31 December, 1994.

APPLICATION FORMS

These are available from:-

- State Taxation Office
Torrens Building
Victoria Square East
ADELAIDE
Telephone 226 3832
- Chamber of Commerce and Industry SA Inc
136 Greenhill Road
UNLEY
Telephone 373 1422

ENQUIRIES IN RELATION TO THE REBATE

Any enquiries in relation to the operation of the rebate scheme may be directed to the State Taxation Office, in the first instance to Mr Peter Ilee on telephone number 226 3832.

October, 1993

COMMISSIONER OF STATE TAXATION