

Incentives for Job Creation

Incentives to import of Raw Materials used to produce Export Goods

Postponement up to 180 days of the VAT and customs taxes payment, for the period of the production cycle.

Companies are entitled to request the deferral of the payment due date for VAT and customs taxes, for the period of the production cycle, but no longer than 180 days, for raw material, materials, accessories, primary packaging and imported finishing items that are used exclusively for manufacturing of export goods.

Beneficiaries

Export manufacturers registered in Moldova

Relevant legislation

[Law No. 1417 of 17 December 1997 on enforcement of Title III of the Fiscal Code \(Art. 4\)](#)

[Customs Code of the Republic of Moldova No. 1149-XIV of 20 July 2000 \(Art. 126 para. \(3²\) art.127¹\)](#)

[Law No. 1380-XIII of 20 November 1997 on customs tariff \(Art. 28¹ para. \(1\)\)](#)

[GoM Decree on approving the Regulation on the manner of extending the payment due date for value added tax and customs tax, for the production cycle period, but no longer than 180 days, for raw materials, materials, accessories, primary packaging and imported completion items No. 146 of 26 February 2014](#)

Where to apply

The List is compiled by the Interdepartmental Commission for the compilation and amendment of the List, established within the Ministry of Economy, by order of the Minister. The List is approved by the Government at the proposal of the Ministry of Economy.

To be included in the List, the economic agents must satisfy all following conditions:

- To be producers of goods intended for export and to have the production capacities necessary for their manufacturing;
- The production cycle of goods, for which the extension of the VAT and customs tax payment due date is requested, should not exceed 180 days;
- To have no debts to the national public budget.

The economic agents that meet the mentioned conditions should submit to the Ministry of Economy the following documents:

- The request to extend the due date for the payment of VAT and customs tax;
- The copy of the decision of registration of the economic agent;
- A declaration in its own behalf guaranteeing that the raw material, the materials, the accessories, the primary packaging and the imported completion items will be used to exclusively manufacture goods intended for export and the production cycle does not exceed 180 days;
- The copy of the act issued by the Chamber of Commerce and Industry, confirming the type of activity of the applicant, the existence of production capacities and of the technological potential, as well as of the personnel necessary to manufacture the goods intended for export.

To benefit of the VAT deferral the companies included in the List approved by the Government submit to the competent Customs office the following documents:

- Request (in free form) to extend the payment due date for VAT and customs tax;
- The document guaranteeing the customs obligation;
- The deed of expertise for each commercial contract, issued by the Chamber of Commerce and Industry, concerning the quantity of raw materials necessary to produce goods intended for export, as well as the duration of the technological cycle.

The economic agents may submit the documents to the Customs Office and electronically, signed with digital signature.

The extension of the due date for the payment of VAT and customs tax for commercial contracts is done by concluding a bilateral contract between the importer (producer) and the customs authorities, until the date of the execution of the first import.

Note

The raw materials, materials, accessories, primary packaging and imported completion items specified in para. (20/3) of the Law No. 1417 of 17 December 1997 are considered as conditionally in circulation and under customs supervision in accordance with Art. 35 of the Customs Code, and the goods intended for export should mandatorily exit the territory of the country within 180 days from the declaration date of import of raw materials, materials, accessories, primary packaging and completion items used for their manufacturing.

If, by the expiration of the period provided in para (20/3), the export of goods took place, which were obtained following the processing of raw materials, materials, accessories, primary packaging and imported completion items, for which the due date of VAT payment has been extended, the payment of the VAT is not made. Through regularization decisions, the Customs Service performs the procedure of cancelling the VAT amount calculated prior to the import of raw materials, materials, accessories, primary packaging and imported completion items.

In case of entering into free circulation on the domestic market of goods intended for export or in case of violation of the period of taking them out of the territory of the country, the customs bodies calculate and charge the VAT in accordance with Art. 126 of the Customs Code, accompanied by the respective sanctions and other measures of enforcing the customs duty provided by the legislation in force.

