

DRAFT AMENDMENTS TO THE REGULATIONS ON DOMESTIC REVERSE CHARGE RELATING TO VALUABLE METAL, ISSUED IN TERMS OF SECTION 74(2) OF THE VALUE-ADDED TAX ACT, 1991 (ACT NO. 89 OF 1991)

1 AUGUST 2024

Draft Amendments to the Regulations on Domestic Reverse Charge Relating to Valuable Metal, issued in terms of section 74(2) of the Value-Added Tax Act, 1991 (Act No. 89 of 1991), are hereby published for comment.

SCHEDULE

Definitions

1. In these Regulations, “**the Regulations**” means the regulations published by Government Notice No. R.2140 of 8 June 2022.

Amendment of regulation 1 of the Regulations

2. Regulation 1 of the Regulations is hereby amended —

(a) by the substitution for the definition of “valuable metal” of the following definition:

“**valuable metal**” means any goods in the form of jewellery, bars, blank coins, ingots, buttons, wire, plate, sponge, powder, granules, in a solution, sheet, tube, strip, rod, residue or similar forms, containing gold, including any ancillary goods or services but does not include supplies

—

(a) **[of goods produced from raw materials by any “holder” as defined in section 1 of the Mineral and Petroleum Resources Development Act, 2002 (Act No 28 of 2002), or by any person contracted to such “holder” to carry on mining operations in respect of the mine where such “holder” carries on mining operations;]**

(b) contemplated in section 11(1)(f), (k) or (m) of the Act;

(c) of valuable metal containing less than 1 per cent of gold in gross weight; or

(d) jewellery plated with gold where the gold is present as a minor constituent only.

Amendment of regulation 10 of the Regulations: Short title and commencement

6. The amendments to the DRC Regulations come into effect on 01 April 2025.