

Instructions
of the Director General of the Customs Authority
No. (77) for the year 2021

Director General of the Customs Authority

Following perusal of the Customs Law No.207 for the year 2020;

The Executive Regulations of the aforementioned Customs Law promulgated by the decree of The Minister of Finance No. 430 for the year 2021;

The complaints presented by some of the companies operating in the field of transit cargoes trade of sustaining damages by way of the fines imposed by the authority on the value for foreign cargoes transiting the lands of the Arab Republic of Egypt taking the routes leading directly to the exit port to the country of destination as designated to be another foreign country. The complaints received by the Customs Authority from some of the companies of imposed fines on the value for inbound foreign cargoes with an abroad designated final destination from Free Zones or Economic Zones of Special Nature or Dry Ports.

And the concluded opinion by the legal counselor of Director General of the Customs Authority dated 17/11/2021 in respect of the aforementioned.

The following shall be adhered to:

First: The provisions of Article (96) of the mentioned Executive Regulations of the Customs Law shall not apply to cargoes of foreign origin that transit the lands of the Arab Republic of Egypt using the roads leading directly to the exit ports to reach its final destination at the country of destination designated in the shipping documents related to these cargoes provided that the provisions of Article (95) of the same mentioned Executive Regulations shall apply in their regard.

Second: The stipulated fine in the provisions of the second paragraph of Article (74) of the mentioned Customs Law **related to the value for Customs' purposes** on the cases stated in Article (95) and the fourth paragraph of the Article (96) of the Executive Regulations of the mentioned Customs Law in the cases where the competent customs shall assess **the value for the purpose of transport** with a value that exceeds the declared value to reach a security representing the Customs Tax and other taxes and stipulated fees on cargoes during their transit or transfer (to Free Zones or Economic Zones of Special Nature or Dry Ports). **This value shall remain the value for transport purposes provided that the customs tax security and other taxes and fees shall be calculated based upon the aforementioned.**

These instructions shall be minutely implemented to avoid being held responsible.

Director General of the Customs Authority

(Elshahat Ghatwary)

Issued on 24/11/2021