

16 Annex - Taxation

**117. RULEBOOK ON DETERMINATION OF TAXABLE
PRODUCTS AND SERVICES AT REDUCED VAT RATE**

117. RULEBOOK ON DETERMINATION OF TAXABLE PRODUCTS AND SERVICES AT REDUCED VAT RATE

Pursuant to Article 24a paragraph 2 of the Law on Value Added Tax (Official Gazette of Montenegro 65/01, 38/02, 72/02, 21/03 and 76/05 and (Official Gazette of Montenegro 16/07), the Ministry of Finance hereby issues the following

RULEBOOK ON DETERMINATION OF TAXABLE PRODUCTS AND SERVICES AT REDUCED VAT RATE¹

Article 1

This Rulebook defines more precisely products and services from Article 24a paragraph 1 point 1), 3), 4), 5), 6), 15), 15a), 15b) and 16) of the Law on Value Added Tax (Official Gazette of Montenegro 65/01, 38/02, 72/02, 21/03 and 76/05 and (Official Gazette of Montenegro 16/07) (hereinafter: the Law), whose trade, i.e. import shall be taxed on reduced VAT rate.

Article 2

1. Bread, in the meaning of Article 24a Paragraph 1) point 1) of the Law shall be deemed to be all types of bread, regardless of name, shape, weight and packaging, including toast-bread.

2. Milk and dairy products, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all products from the Customs Tariffs code groups 0401, 0402 and 0403.

3. Edible fats, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all fats of animal and vegetable origin used for human consumption: melted and pressed fat, melted suet and butter and vegetable butter.

4. Edible oil, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all oil made from sunflower, soy, olive, corn and other seeds used for human consumption.

5. Sugar, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all refined sugar made from sugar beet and sugar cane.

6. Flour, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all flour made of wheat, rye and corn (tariff codes 1101, 110210 and 110220 of the Customs Tariffs).

7. Meat, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all fresh, refrigerated and frozen meat (tariff codes 0201, 0202, 0203, 0204, 0205, 0206 and 0207 of the Customs Tariffs), as well as, minced shaped meat (*cevapcici*, *pljeskavice* and hamburger) and fresh sausages.

8. Baby food, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be all dietary food which is used as a complete replacement for mother's milk or replacement for one or more milk portions, intended for children up to 12 months of age, and which are labelled to be fit for baby nourishment in accordance with regulations on standardisation.

Article 3

Orthotic and prosthetic devices, in the meaning of the Article 24a paragraph 1 point 3) of the Law shall be deemed to be the following:

1) Prosthesis for limbs:

1. prosthesis required following partial amputation of the foot,
2. prosthesis subsequent to amputation of the foot,

¹ Official Gazette of Montenegro 81/05, 2/06 and 10/06 and Official Gazette of Montenegro 6/08, 46/08 and 11/09

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3. bellow-knee prosthesis – temporary,
4. bellow-knee prosthesis – plastic,
5. bellow-knee prosthesis – wooden,
6. bellow-knee prosthesis – skeletal,
7. bellow-knee prosthesis for bath,
8. prosthesis after knee disarticulation,
9. above-knee prosthesis – temporary,
10. above-knee prosthesis – plastic,
11. above-knee prosthesis – wooden,
12. above-knee prosthesis – skeletal,
13. above-knee prosthesis –
14. prosthesis subsequent to partial amputation of fingers,
15. prosthesis for partial amputation of the hand,
16. bellow-elbow prosthesis – functional – mechanical,
17. bellow-elbow prosthesis functional – mioelectrical,
18. prosthesis subsequent to elbow-todisarticulation,
19. above-elbow prosthesis – estetical (skeletal),
20. above-elbow prosthesis – functional – mechanical,
21. above-elbow prosthesis – functional – hybrid,
22. mechanical prosthesis – subsequent to shoulder disarticulation;

2) Esthetic prosthesis:

1. facila prosthesis – (*epiteza*),
2. nose prosthesis – (*epiteza*),
3. ear prosthesis – (*epiteza*),
4. Prosthesis after breast amputation,
5. wig,

3) Orthosis:

1. orthosis for cervical spine,
2. orthosis for chest spine and chest line,
3. orthosis for neck, chest, loin–sacral spine (corrective),
4. orthosis for chest and loin–sacral spine,
5. orthosis for loin–sacral spine,
6. orthosis for shoulder,
7. orthosis for shoulder and elbow,
8. orthosis for shoulder, elbow and wrist joint,
9. orthosis for elbow,
10. orthosis for wrist joint, hand and fingers (functional),
11. orthosis for hand,

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12. orthosis for hip,
13. orthosis for hip, knee, ankle and foot,
14. orthosis for knee, ankle and foot,
15. orthosis for ankle and foot,
16. orthosis for ankle,
17. knee guard,
18. ortho-prosthesis for length alteration of lower limbs;

4) Orthopaedic shoes and insoles:

1. orthopaedic shoes,
2. shoes for persons suffering from diabetes,
3. orthopaedic insoles;

5) Wheelchairs and other mobility aid devices (for moving, standing up and seating):

1. room-wheelchair,
2. toilet-wheelchair,
3. terrain-wheelchair,
4. wheelchair for children,
5. wheelchair for active persons,
6. wheelchair for one-handed drive,
7. wheelchair with special adds-on,
8. wheelchair on electric-motor power,
9. motor powered wheelchair,
10. spare parts for wheelchairs,
11. battery and battery charger for electric-motor powered wheelchair,
12. three cycle for disabled persons, children and adult,
13. portable seat with wheelchair,
14. basic side-stand,
15. crutches,
16. orthopaedic walking cane,
17. orthopaedic walking cane with curve,
18. walking cane with three support points,
19. walking cane with four support points,
20. rubber for crutches, walking canes, stand-support and walker-support,
21. walker-support or stand-support for walking - plain,
22. walker-support or stand-support for walking – with wheels,
23. chair for motorically impaired children,
24. therapeutical cylinder for motorically impaired child up to 15 year of age,
25. therapeutical ball for motorically impaired child up to 15 year of age,
26. therapeutical board for limbering up of motorically impaired child up to 15 year of age,

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27. therapeutic pad for motorically impaired child up to 15 year of age,
28. care-bed with insert,
29. trapeze to facilitate turning,
30. hospital bed,
31. hospital bed with trapeze,
32. safety barrier for bed (for one side),
33. side table for hospital bed,
34. portable back support extension,
35. room hoist,
36. hydraulical hoist for incapacitated persons;

6) Electric stimulators and other devices:

1. functional electric stimulator – single-channelled,
2. functional electric stimulator – double-channelled,
3. electric stimulator – continentic,
4. air sprayer – inhaler (electric),
5. air-flow measuring device,
6. oxygen concentrator or other sources of oxygen,
7. apparatus for sustaining continuous pressure of air flow in lungs (SRAR);

7) Sanitary tools:

1. hoist for bathroom,
2. seat for bathroom and shower cabin,
3. extension for toilet seat;

8) Anti-decubitus pads:

1. anti-decubitus mattress,
2. pad for bed,
3. pad for seat;
4. anti-decubitus pillow,
5. mattress for limbs;

9) Belts for hernia:

1. belt for stomach hernia,
2. belt for pregnant women,
3. suspensorijum,
4. suspensor for umbilical, inguinal or femoral hernia;

10) Devices used with artificial intestines:

1. stoma bag,
2. stoma bag with inbuilt disc base,
3. stoma belt,
4. replacement for receptacle bag,

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5. stoma closure attachment,
6. irrigation system,
7. stoma disc base,
8. paste and powder for cleaning of stoma,
9. reaction;

11) Devices for urinary difficulties:

1. urine bags,
2. disc base for stoma,
3. urine collector (urinal),
4. urine receptor,
5. urine bag with inbuilt disc base,
6. self-adhesive urinal condom,
7. permanent urine catheter or PVC urine catheter designed for single use,
8. paper diapers for adults,
9. vagicon:

12) Devices for treatment of diabetes and other illnesses:

1. apparatus for measuring of a blood sugar level,
2. mechanical injector,
3. automatic syringe with needles for insulin,
4. plastic syringes and needles for single use,
5. diagnostic strips,
6. stretching (elastic) device,
7. lancet,
8. syringe for injections, strong-box and pincer,
9. pulsatile pump with disposable material for use;

13) Cannules:

1. metal or plastic endotracheal cannula for single or multiple use,
2. transtracheal catheter, nasal or braid-style for single or multiple use,
3. plastic tubes:

14) Other technical devices:

1. wheelchair gloves (pair),
2. elastic gloves,
3. esthetic gloves,
4. stub integument,
5. elastic tubular bandages,
6. rubber or elastic socks;

15) Aids for blind and partially sighted:

1. corrective glasses,

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2. white arsenic (milky) glasses,
3. lenticular glasses,
4. multifocal – glasses,
5. organic glasses – plastic,
6. magnifying glass,
7. system of lenses – telescopic glasses,
8. prismatic glasses,
9. darkened glasses,
10. frames for eyeglasses,
11. contact lenses – hard,
12. contact lenses – semi-hard (gas permeable),
13. contact lenses – soft,
14. therapeutic contact lenses,
15. dark eyeglasses with side protectors,
16. Braille typewriter,
17. ultrasound walking cane for blind,
18. white cane for blind,
19. full eye prosthesis made of acrylite,
20. full eye prosthesis made of glass,
21. granular eye prosthesis,
22. partially granular prosthesis,
23. orbital eye prosthesis,
24. mobile orbital eye prosthesis,
25. eye prosthesis with implanted magnet,
26. reproductor,
27. Braille watch for blind (hand or pocket);

16) Hearing aid devices:

1. hearing aid device – behind the ear,
2. hearing aid device – inside the ear,
3. hearing aid device – that produces sound through the bone,
4. pouch hearing aid device,
5. device for enhanced communication,
6. device which enables voice and speech,
7. device for supplementary (alternative) communication,
8. lubricant for hearing aid device,
9. batteries for hearing aid device,
10. battery charger for hearing aid device;

17) Stomatological prosthetics:

1. orthodontic device,
2. dental prosthesis (partial or total), fixed and removable,
3. dental prosthetics for congenital and acquired anomalies of orofacial system,
4. paradental metal bar.

Article 4

Medical devices – products which are surgically implanted in the body, in the meaning of the Article 24a paragraph 3) of the Law shall be deemed to be the following:

1) Implants:

1. orthopaedic implants,
2. implants in plastic and general surgery,
3. implants in cardiology and cardio surgery,
4. implants in neurology and neurosurgery,
5. implants in ophthalmology,
6. implants in otorhinolaryngology,
7. implants in radiology,
8. implants in gynaecology,
9. implants in stomatology,
10. implants in vascular surgery,
11. implants in maxillofacial surgery;

2) Patches (human tissue substitutes);

3) Clips;

4) Pudenz-valve (pump);

5) Aeration valves;

6) Surgical sewing material;

7) Sounding devices and tubuses;

8) Catheters and drains;

9) Blood bags;

10) Oxygenators.

Article 5

Materials for dialysis, in the meaning of this Rulebook, shall be deemed to be the following:

1) Devices for dialysis;

2) dialysers;

3) AV set for dialysis;

4) dialysis solutions;

5) dialysis needles;

6) infusion systems;

7) substances for disinfection of devices, materials, skin and hands;

8) filters for highly-purified water and other filters required for operation of dialysis machine;

- 9) formaldehyde;
- 10) salt tablets (NaCl);
- 11) peritoneal dialysis solution bags;
- 12) infusion lines for connection with empty bags;
- 13) inter-catheter;
- 14) clasp;
- 15) reinfusion line and solution;
- 16) system for cyclic rinsing of dialysator;

Article 5a

Medical substances, in the meaning of this Rulebook, shall be deemed to be the following substances also:

1) Non-organic chemical products:

1. chemicals, non-organic chemical elements and compositions for diagnostic, medical and pharmaceutical purposes (tariff code 28.01 28.43);
2. radioactive chemical elements and radioactive isotopes, radioactive iodine, radioactive technetium (tariff code 28.44),
3. sterilization gases – hydrogen oxide peroxide (tariff code 28.47);

2) Organic chemical products:

1. chemicals, organic chemical compositions for diagnostics and pharmaceutical purposes (tariff code 29.01. – 29.33.),
2. provitamins, vitamins for medical and pharmaceutical purposes (tariff code 29.36.);

3) Pharmaceutical products:

1. anti-serums, serums for agglutination, pathohistology serums, immunological serums (tariff code 30.02.10);
2. wadding, gauze, medical wrapper and similar products (ex. Prepared wrappers, bandages, prepared compresses), impregnated or coated with pharmaceutical material or prepared in the form or packaging intended for retail sale for medical, surgical, dental or verinary use (tariff code 30.05),
3. surgical caps, masks, rubbers, scalpel blades, for surgery and stomatology (tariff code 30.06.10.),
4. blood type checking reagents (tariff code 30.06.20.),
5. contrasting materials (tariff code 30.06.30.),
6. dental cement and other dental filling material (tariff code 30.06.40),
7. orthopaedic cement for reconstruction of bones (tariff code 30.06.40.00.00.),
8. first aid boxes and first aid auxiliary parts (tariff code 30.06.50.),
9. chemical compounds for contraception on hormonal basis (tariff code 30.06.60.), other products from tariff 29.37.,
10. gel preparations intended for use in human or veterinary medicine, as well as, compounds used for coating of body parts at surgery interventions, or for physical examinations, or as a material for achieving connection between the body and medical compound (tariff code 30.06.70.);

4) Alcohol:

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1. ethyl alcohol (tariff code 22.07.);
- 5) Organic surfactant active agents, washing agents,
 1. agents used for washing and cleaning in operating rooms, cidexes, cidezymes, other (tariff code 34.02.);
- 6) Products for photographic and cinematographic purposes:
 1. x-ray films in panels for medical and dental use (tariff code 37.01.10.00.),
 2. x-ray in rolls for medical and dental use (tariff code 37.01.10.00.),
 3. developer-chemicals for photographic use (starter, fixer, tariff code 37.07.90.)
- 7) Chemical industry products:
 1. disinfectant agents for medical use (tariff code 38.08.40.),
 2. microbiological pads, microbiology antibiogram discs (tariff code 38.21.00.00.),
 3. diagnostic reagents for biochemical analysis, transfusion analysis, immuno-cytogenetic analysis, microbiological analysis, pathohistological analysis (tariff code 38.22.00.00.00.);
- 8) Plastic materials and products made of plastic:
 1. polyacetates, other polyethyrenes and epoxy resins in primary forms, polycarbonates, and alkaline resins for stomatological use (tariff code 39.07.).
 2. laboratory equipment made of plastics, test-tubes, extensions, Petri-dish, tips, pipettes, other (tariff code 39.26.90.99.90.),
 3. plastic systems for biological material sampling – vacutainers (tariff code 39.26.90.99.90.);
- 9) Caoutchouc and products made of caoutchouc and rubber:
 1. items, clothes, and accessory for clothes (including medical gloves with or without fingers) made of rubber, for medical or pharmaceutical purposes (tariff code 40.15.);
- 10) Glass and products made of glass:
 1. glass systems for biological material sampling – vacutainers (tariff code 70.17.90.00.00.),
 2. products made of glass intended for laboratory use – test-tubes, gauges, cups, balloons, covering glass, other (tariff code 70.17.90.00.00.);
- 11) Medical surgical instruments and accessories:
 1. tubular metal needles and surgical sewing needles (tariff code 90.18.32),
 2. dental burrs, including other dental equipment combined on one single base (tariff code 90.18.41),
 3. dental burrs, discs, drills and brushes designed for use with a dental drill machine (tariff code 90.18.49).

Article 5b

VAT at the rate of 0% shall be paid on medical devices from Articles 3, 4, 5 and 5a of this Rulebook which are prescribed and issued at the expense of the Health Insurance Fund of the Republic.

Article 6

Textbooks and teaching aids, in the meaning of the Article 24a paragraph 1 point 4), shall be deemed to be the following:

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1) books which are used as primary teaching aid in pre-school institutions, elementary and secondary schools, whose content was instituted by educational programme, i.e. plan of textbooks, which are approved by competent body;

2) or, books for use in high school, faculty and university, as core or supporting textbooks that were approved by competent bodies responsible for the higher education

Publisher, i.e. textbook supplier from the paragraph 1 of this article is obliged to provide evidence showing that the book is officially approved as a textbook.

Article 7

Teaching aids, in the meaning of the Article 24a, paragraph 1 point 4) of the Law are officially deemed to be the following:

1) didactic learning tools for pre-school institutions, picture books, reading books, mathematics textbooks, handbooks, manuals, dictionaries, school globes and school wall maps, geographical atlases, diapositives, graphs (graphs, schemes, drafts etc.), approved by the competent body for use in pre-school institution, elementary and secondary school and higher education institution, as well as other teaching tools in accordance with educational curriculum;

2) diaprojectos, graphoscopes, plasticines, chalks, colour paintings (pastel, wax, water and tempera), dividers, drawing rulers, triangle rulers, semicircles, notebooks, drawing blocks and plain graphite pencils.

Publisher, i.e. supplier of educational tools from Paragraph 1 Point 1) of this Article is obliged to provide evidence on basis of which the referred tool was approved for use in pre-school, elementary and secondary school and higher education institution.

Article 8

Books, in the meaning of the Article 24a, paragraph 1 point 5) of the Law shall be deemed to be the publications in textual or illustrative form on printed or electronic media, in one or more parts, whose publishing was approved, and which posses CIP verification (Cataloguing In Publication), including international book code ISBN (International Standard Book Number), as its integral part.

Serial publications, in the meaning of the Article 24a, paragraph 1 point 5) of the Law shall be deemed to be the magazines, bulletins, annual magazines, compilation of works and similar material which is published successively, in ascertained time intervals in printed or electronic media, with numerical and chronological signs whose publishing may continue for an indefinite period, and which contains CIP verification, including ISBN (International Standard Book Number), as its integral part.

Article 9

Services of accommodation in hotels, motels, apartment hotels, tourist

settlements, boarding houses, leisure, camps and villas, in the meaning of the Article 24a, paragraph 1 point 6) of the Law shall be deemed to be only services providing overnight stay in these establishments, which are allocated into categories in accordance with regulations that govern the conduct of tourism business.

If accompanied by accommodation service stated in Paragraph 1 of this Article, the enterprise provides service of drinks and meals consummation at the premises (overnight stay with breakfast, half-board, full-board etc.), the lower tax rate shall be applied only on accommodation service (overnight stay).

In the event referred to in paragraph 2 of this Article, taxpayer shall be obliged to provide on the invoice details of the accommodation expenses separately from expenses for services of drinks and meals.

Article 10

Services regarding the use of sports facilities for non-profit purposes, in the meaning of the Article 24a, paragraph 1 point 15) of the Law shall be deemed to be service of renting out of sport-objects to entities who uses them for programs of public interest as regulated by the Law on Sport.

Article 10a

Services rendered in marinas, in the meaning of the Article 24a, paragraph 1 point 15a) of the Law, shall be deemed to be services of **mooring (in the sea or dry-dock)**, maintenance, repair and refitting of yachts, providing they do not include products used for performing these services.

Article 10b

Computer equipment, in the meaning of the Article 24a, paragraph 1 point 15b) of the Law, shall be deemed to be the following: personal computer (including the laptop as well), which consist of computer hardware which comprises of tower with all its elements, monitor, keyboard and mouse. Computer equipment also includes printer.

Elements of tower from paragraph 1 of this Article are comprised of the following: power supply device, mother-board, central processing unit, operating memory, magnet and optical devices for data storage, hard disc, adapters, controllers, and other parts built-in into the tower.

Article 11

Animal feeds, in the meaning of the Article 24a, paragraph 1 point 16) of the Law, shall be deemed to be all materials or products of animal or vegetable origin, including additives in their primary natural condition, fresh or canned, products of industrial processing and organic and inorganic substances which are directly or subsequent to its processing intended for animal feed.

Fertilizers, in the meaning of the Article 24a, paragraph 1 point 16) of the Law, shall be deemed to be fertilisers of animal or vegetable origin, non-mixed or intermixed or chemically treated, fertilizers generated by blending or by means of chemical treatment of products of animal or vegetable origin, as well as mineral and chemical fertilizers (nitrogen, phosphorus, potassium and other).

Substances for protection of plants, in the meaning of the Article 24a, paragraph 1 point 16) of the Law, shall be deemed to be the chemical and biological material which use prevents occurrence or suppress plant diseases, vermins and weeds.

Seeds for plant reproduction and plant material, in the meaning of the Article 24a, paragraph 1 point 16) of the Law, shall be deemed to be the products in compliance with the law which regulates planting and seeding material.

Breeding livestock, in the meaning of the Article 24a, paragraph 1 point 16) of the Law, shall be deemed to be all breeding animals, male or female, intended for reproduction.

Article 12

This Decree shall enter into force on the day following the day of its publication in the "Official Gazette of Montenegro" and shall be applied as of January 1, 2006.

MINISTRY OF FINANCE

No: 04-7970/1 of 22.12.2005

No: 04-254/1 of 17.01.2006

No: 04-1116/1 of 15.02.2006

THE MINISTER,
dr Igor Lukšić

117. RULEBOOK ON DETERMINATION OF TAXABLE PRODUCTS AND SERVICES AT
REDUCED VAT RATE

No: 04-25/1 of 11.01.2008

No: 04-5953 of 31.07.2008

No: 04-978 of 10.02.2009

Podgorica



MINISTRY OF FINANCE

No: 04-25/1

Podgorica, 11 January 2008

**SECRETARIAT FOR LEGISLATION
OF MONTENEGRO**

PODGORICA

Please find enclosed the **Proposal of the Rulebook on Amendments and Supplements to the Rulebook on Determination of Taxable Products and Services at Reduced VAT Rate**, for the purpose of issuing your agreement to its publishing in the "Official Gazette of Montenegro".

MINISTER,
dr Igor Lukšić

81000 Podgorica, ul. Stanka Dragojevića br 2

tel: +381 81 242 835 fax: +381 81 224 450; e-mail: mf@mn.yu

Pursuant to Article 24a paragraph 2 of the Law on Value Added Tax ("Official Gazette of Montenegro", no. 65/01, 38/02, 72/02, 21/03 and 76/05 and 16/07, the Ministry of Finance hereby issues the following

RULEBOOK ON AMENDMENTS TO THE RULEBOOK ON DETERMINATION OF TAXABLE PRODUCTS AND SERVICES AT REDUCED VAT RATE

Article 1

In the Rulebook on Determination of Taxable Products and Services at Reduced VAT Rate ("Official Gazette of Montenegro", no. 81/05, 2/06 and 10/06), in Article 2, the second point shall be amended to read:

"2. Milk and dairy products, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be products from the Customs Tariffs code groups 0401, 0402 and 0403 of Customs Tariffs".

New three points shall be added after point 5 to read:

" 6. Flour, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be flour made of wheat, rye and corn (tariff codes 1101, 110210 and 110220 of the Customs Tariffs).

7. Meat, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be fresh, refrigerated and frozen meat (tariff codes 0201, 0202, 0203, 0204, 0205, 0206 and 0207 of the Customs Tariffs).

8. Baby food, in the meaning of the Article 24a paragraph 1 point 1) of the Law shall be deemed to be the dietary food which is used as a complete replacement for mother's milk or replacement for one or more milk portions, intended for children up to 12 months of age, and which are labelled to be fit for baby nourishment in accordance with regulations on standardisation.

Article 2

New two points shall be added after point 10 to read:

2.

Article 10a

Services rendered in marinas, in the meaning of the Article 24a, paragraph 1 point 15a) of the Law, shall be deemed to be the services of maintenance, repair and refitting of yachts, providing they do not include products used for performing these services.

Article 10b

Computer equipment, in the meaning of the Article 24a, paragraph 1 point 15b) of the Law, shall be deemed to be the following: personal computer (including the laptop as well), which consist of computer hardware comprising of tower with all its elements, monitor, keyboard and mouse. Computer equipment also includes printer.

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Elements of tower from paragraph 1 of this Article are comprised of the following: power supply device, mother-board, central processing unit, operating memory, magnet and optical devices for data storage, hard disc, adapters, controllers, and other products that are built into the tower.”

Article 3

This Decree shall enter into force on the eighth day following its publication in the Official Journal of Montenegro.

MINISTRY OF FINANCE

The Minister,

dr Igor Lukšić

No: 04-25/1

Podgorica, 11 January 2008

EXPLANATION

In view of the fact that the Law on Amendments and Supplements to the Law on Value Added Tax (Official Gazette of Montenegro 16/07) is in effect since 4 January 2008 and with the aim of timely application of the respective law, it is proposed that named Rulebook shall enter into force on the day following the day of its publication in the “Official Gazette of Montenegro” (not on the eighth day as it is prescribed by the Article 146 paragraph 2 of the Constitution of Montenegro).