

REPUBLIC OF ALBANIA
THE PRESIDENT

DECREE

ON A CHANGE OF THE LAW NO. 7928, DATED 27.4.1995, CHANGED BY LAW NO. 8070, DATED 15.2.1996 “ON VALUE ADDED TAX”

Pursuant to Article 28, section 19 of the Law No. 7491, dated 29.04.1991 “On the main constitutional provisions”, upon the proposal of the Council of Ministers,

I Decree:
Article 1

Article 19 is changed as follows:

1. The supply is an exempt supply, if it is provided for under Articles 20 to 25 and under Articles 25/1, 25/2, 26/1 and 26/2.
2. The Minister of Finance has the right to determine by regulation which of the supplies exempted by Articles 20 to 25 and Articles 25/1, 25/2, 26/1 and 26/2 of this Law is not an exempt supply under specified conditions and circumstances.”

Article 2

Article 25/1 is added after Article 25 as follows:

- a) **The supply of services rendered by the contractors or their sub-contractors, certified as such by the National Petroleum Agency, concerning the performance of Petroleum Operations during the exploration and development phases.**
- b) **The supply of goods rendered by the contractors to each other or by the subcontractors to their contractors, imported pursuant to Article 26/1 of this law.**

“Petroleum operations” for the purposes of this paragraph, has the same meaning as under the Petroleum Law, No. 7746 dated 28.7.1993.

Article 3

Article 25/2 is added after Article 25/1 as follows:

“The supplies of corn, flower for massive bread and of massive bread, as well as that of liquefied gas for communal usage, are exempt supplies.”

Article 4

Article 26/1 is added after Article 26 as follows:

VAT exempt supplies are:

The final importation of all goods by a taxable person, when such supply from within the country under any circumstances is a VAT exempt supply.

The importation of goods under the transit customs rules.

The importation of goods declared to fall under the intermediate customs rules and under the rules of active processing.

The importation of goods and services related to the performance of Petroleum Operations during the exploration and development phases, carried out by the contractors or sub-contractors employed for such operations. The contractors and subcontractors are certified as such by the National Petroleum Agency.

“Petroleum operations” for the purposes of this paragraph, has the same meaning as under the Petroleum Law, No. 7746 dated 28.7.1993.

Article 5

Article 26/2 is added after Article 26/1 as follows:

VAT exempt supplies are:

- The importation of corn and flower for massive bread for the population;
- The importation of kerosene and liquefied gas for the population.

Article 6

The exemptions provided for under Articles 25/2 and 26/2 are repealed upon the liberalization of the selling prices of such goods.

Article 7

This decree takes effect on 01.07.1996.

Tirana, on 28. 6. 1996
Decree No. 1510

COUNTERSIGNED
CHAIRMAN OF
THE COUNCIL OF MINISTERS
ALEKSANDER MEKSI

PRESIDENT OF THE REPUBLIC

SALI BERISHA