

# Africa Warehousing Scheme (AWS)

#### 1. Introduction

The Africa Warehousing Scheme (AWS) (hereinafter referred to as the "Scheme") is implemented and managed by the Economic Development Board (EDB) Mauritius and funded by the Ministry of Finance, Economic Planning and Development.

These Guidelines set out the terms and conditions governing the Scheme. The Scheme may be terminated or amended, at any time, without prior notice. The EDB or Government of Mauritius will not bear any liability in respect of a Scheme which has been so terminated or amended.

# 2. Objective of the AWS

The objective of the Scheme is to provide a subsidy on the rental and administrative costs of warehouses (warehousing costs) in selected African countries, so as to support access and increase the competitiveness of locally manufactured products in these markets.

#### 3. The Refund

- 1) Eligible Beneficiaries will be entitled to 60% refund on the following costs:
  - (a) Rental and related administrative costs\* for the first 200 m<sup>2</sup> over 2 years, subject to a maximum capping of Rs 288,000 per year per beneficiary.
  - (b) Rental cost on rental of additional 200 m<sup>2</sup>, subject to a maximum refund of Rs 300,000 over 2 years.
  - \*\*Merchandising cost for the first year only subject to a maximum refund of Rs 576,000.
  - (d) A one-off refund on costs incurred in the first year in the Eligible Country on
    - i. company incorporation
    - ii. licensing
    - iii. registration of trademarks

subject to a maximum refund of Rs 316,800 per beneficiary.

- 2) \*Related Administrative Costs means expenses incurred in the daily management of stocks in the warehouse and includes receiving costs and fulfillment charges.
- 3) \*\*Merchandising Cost
  - a. includes costs pertaining to the promotion of products (marketing, advertising, etc) incurred in the country of export; <u>but</u>
  - b. excludes
    - i. costs incurred for consultancies or market studies; and
    - ii. any cost incurred in Mauritius itself.

Cost Component	nent Year 1		Year 2	
	Cost	60% refund	Cost	60% refund
	ceiling (Rs)	( <b>Rs.</b> )	ceiling (Rs)	(Rs.)
Rental and Administrative Costs	480,000	288,000	480,000	288,000
for first 200 m <sup>2</sup> over two years				
Merchandising cost for the first	960,000	576,000	0	0
year only				
Cost of setting up company				
operations in country of destination	528,000	316,800	0	0
(one-off cost in the first year only)	320,000	310,000	O O	
Total cost (Rs.)	1,968,000		480,000	
60% subsidy per year, with		1.2 Million		Rs. 300,000
capping				KS. 300,000
60% subsidy on rental of	Up to Rs. 300,000, pro-rata of additional space			
additional 200 m <sup>2,</sup> over 2 years				

# 4. Eligibility of costs and proof of expenditure incurred

Eligible costs are costs actually incurred and paid by the applicant, in the country of destination, as from the start date of the AWS on 12 October 2020 and as per the following conditions:

- Eligibility of Rental and Administrative costs of warehouses and Merchandising costs will be based on the start day of warehousing in the destination country and on the date of arrival of qualifying goods in the destination country, as indicated in the MRA Customs Declaration Form and the Arrival Notice, whichever is the later;
- Eligibility of the one-off cost pertaining to setting up of company operations in the country of destination should be as from the start date of the AWS on 12 October 2020.

#### 5. Eligible Beneficiaries

The EDB will assess the eligibility of the applicants and their qualifying products.

Eligible Beneficiaries are Mauritian manufacturing entities operating warehouses in Eligible Countries for Qualifying Products.

For the avoidance of doubt, a refund under this Scheme, does not attest that the Beneficiary is in compliance with all applicable laws. It shall remain the responsibility of the Beneficiary to hold all applicable licences, authorisations, permits as may be required and to ensure compliance with all applicable laws including, without limitation, compliance with laws relating to Environment, Food Safety and Labour.

The Government of Mauritius and the Economic Development Board Mauritius shall bear no liability for any incident, accident, or injury.

## 6. Eligible Countries

The Eligible Countries are set out in Annex 1.

## 7. Qualifying Products

Qualifying Products are those that are manufactured locally and comply with the SADC or COMESA rules of origin, whichever is applicable, or any other alternative rules of origin, acceptable to the EDB.

#### 8. The Application Process

- (a) An Applicant may apply for refund under this Scheme only after being enrolled with the EDB.
- (b) Claims for refund submitted by operators that have not enrolled with the EDB under this Scheme will not be entertained.

#### 9. The Enrolment Process

- 1. An Applicant wishing to benefit from the Scheme must enroll itself with the EDB. This is a one-off procedure. Click here to download the Enrolment Form.
- 2. The Applicant must submit the Enrolment Form to the EDB and a copy of the: (i) Certificate of Incorporation, (ii) Business Registration Card; and (iii) VAT Certificate of Registration
- 3. The EDB will process the application and inform the Applicant whether his application to be enrolled with the EDB has been approved or not.
- 4. The EDB reserves the right to request for such additional documentation as it may deem fit.

5. Enrolment with the EDB does not in any way guarantee that the Applicant is eligible for refund.

#### 10. The Claims Process

1. The Applicant must submit the prescribed CLAIM FORM (Click here to download Claim Form) together with a copy of the following supporting documents:

# Exports of Made-in-Mauritius Products

- 1. Air Waybill (AWB) or House Air Waybill (HAWB) or Bill of Lading
- 2. Commercial Invoice
- 3. MRA Customs Declaration Form
- 4. Certificate of Origin

### Africa warehousing rentals

- 5. Lease Agreement/Contract of warehousing premises
- 6. Warehouse insurance policy
- 7. Certified copy of Invoice from warehouse Lessor (with costs breakdown of rental components e.g warehouse rental costs, administrative costs, etc)
- 8. Receipt of payment from warehouse Lessor
- 9. Merchandising Agreement/Contract
- 10. Certified copy of Invoice from Merchandiser
- 11. Receipt of payment for merchandising costs
- 12. Certified copy of Certificate of Incorporation, Licences and Trademarks in the eligible country
- 13. Receipt of payment for Company Incorporation /Licensing/
- 2. Enrolment and Claim Forms have to be submitted to the Economic Development Board (EDB) Mauritius, 10th Floor, One Cathedral Square Building, 16 Jules Koenig Street, Port Louis 11328.
- 3. The Claim has to be submitted within three months from the date of payment of any warehousing cost.
- 4. The EDB shall examine the claims and reserves the right to request for such additional documents as may be required.
- 5. The claim will be rejected:
  - a. If the Claim does not meet the criteria as set out above and as determined by the EDB; or
    - b. in case of any missing or incomplete documentation or information.
    - c. If the Beneficiary is in breach of any applicable law.

### 11. False or Misleading Declaration

It is an offence under section 39 (2) of the Economic Development Board Act, for a person to give information, particulars, or documents or to make any statement which is false or misleading in any material particular. On conviction, an offender shall be liable to a fine not exceeding 500,000 Rupees and to imprisonment for a term not exceeding 5 years.

In addition, notwithstanding any other action that the EDB may choose to take, in case of a false or misleading declaration:

- a. The applicant will not be eligible for any future rebate under any Scheme administered by the EDB, and
- b. The applicant shall be liable to refund any amount obtained under the Scheme.

For any information required, please contact the EDB Manufacturing Department:

Tel: 203 3800 Email: edbmanufacturing@edbmauritius.org

# **Eligible Country**

Tanzania