

**Support Measures within the scope of Covi 19**  
**Government of Angola**

**Business Support**

**Tax Incentives**

- ✓ The deadline for final settlement of the Industrial Tax declaratory obligations for Group B companies has been extended to 29 May 2020;
- ✓ The deadline for the final settlement of the Industrial Tax declarative obligations for Group A companies has been extended to June 30, 2020;
- ✓ 12-month tax credit to companies on the value of VAT payable on the import of capital goods and raw materials that are used to produce the 54 goods referred to in Presidential Decree No. 23/19, of 14 January.
- ✓ Deferral of the payment of the Social Security Contribution (contribution of 8% of the total payroll) for the 2nd Quarter of 2020, for payment in six monthly installments, from July to December 2020, without training interest.

**Financial support for micro, small and medium-sized companies:**

- ✓ Fund for Support to Agrarian Development, FADA, will be able to obtain a credit line of 15 billion Kwanzas, to finance family farms, with an interest rate not exceeding 3%, being the main financing instrument for this type of investment. producers, with fast processing and for financing packages in their size;
- ✓ BDA Development Bank of Angola will be able to have a credit line of 26.4 billion Kwanzas, with a rate of 9%, a maturity of 2 years with a exemption capital period of 180 days, to finance the purchase of commercial operators and the distribution to national producers of the following products: corn, cornmeal, wheat, wheat flour, rice, sugar, sugar cane, massambala, pasta, potato, sweet potato, manioc, bombó flour, beans, ginguba, sunflower, soy, banana, banana bread, mango, avocado, citrus, papaya, pineapple, tomato, onion, garlic, carrot, eggplant, cabbage, cucumber, cabbage, beef, goat

meat, sheep meat and pork, poultry , (chicken) eggs, milk, honey, salt, horse mackerel, sardines, tuna, caxuxu, croakers, groupers, hake, snorers, sole, swordfish, cuttlefish, squid and octopuses, cacusso (species of tilapia) and catfish;

- ✓ BDA Development Bank of Angola may make available a credit line of 13.5 billion Kwanzas, with a rate of 9%, maturity of 2 years and a exemption period of capital 180 days, to finance purchases from cooperatives from family producers and small and medium-sized agricultural entrepreneurs, to national suppliers of improved seeds for cereals, vegetables and tubers, fertilizers, pesticides, vaccines and the provision of agricultural soil preparation and correction services, prioritizing products made in Angola ;
- ✓ BDA Development Bank of Angola may provide a credit line of 750 million Kwanzas to finance projects for modernization and expansion of the activities of a maximum number of 15 cooperatives for each province, in the Agriculture and Fisheries Sectors, with a value maximum of 50 million Kwanzas, with an interest rate of 7.5% and maturity equivalent to the operating cycle;
- ✓ Fundo Activo de Capital de Risco should make available 3 billion Kwanzas to make investments in the equity of agricultural, livestock and fisheries cooperatives, participating in the payment of the share of equity required in the granting of loans to be made available by the Development Bank from Angola;
- ✓ Fundo Activo de Capital de Risco should provide a credit line worth 4 billion Kwanzas to finance microfinance companies, field schools and community credit banks, selected through public tender, which aim to operate at the lowest cost possible, a microcredit attribution process for women and young entrepreneurs, in the following areas:• agriculture, with emphasis on the production of cereals, legumes and oilseeds, roots and tubers and vegetables; broiler poultry; laying poultry; acquisition of cattle for fattening and slaughter; food processing and beverage production; logistics and distribution of agri-food products and fisheries; aquaculture; recycling of solid urban waste; provision of transport services; provision of professional training services; software development; tourism, cultural and artistic production;

- ✓ Credit Transactions carried out with credit lines obtained with external financing guaranteed by the State, namely US \$ 1 billion from Deutsche Bank granted to Banco Desenvolvimento Africano, and US \$ 120 million from Banco de Desenvolvimento de Angola granted by Banco Poupança and Credit, are accompanied by a Supervision Committee, coordinated by the Ministry of Economy and Planning, and integrated by the Non-Oil Production Sectors. The Supervisory Committee should ensure the implementation of a simplified and quick access to these resources for entrepreneurs in the Agriculture, Fisheries and Industry sectors who intend to make investments that have more than 50% of national and national inputs incorporated. that promote exports

### **Bureaucracy reduction measures**

In the context of “remove” a number of bureaucratic process, the following measures are defined:

- ✓ The government have dismiss the need to request statistical registration, with the AGT providing the National Statistics Institute (INE) with direct access to the database of the Tax Identification Number, from which INE starts to register companies in the Single Business File , for statistical purposes;
- ✓ The government have dismiss the obligation to request Commercial License, which is required exclusively for the activities of commercialization of food goods, live plant species, animals, birds and fisheries, medicines, sale of cars, fuels, lubricants and chemicals, being all other commercial and service activities are only required to request authorization to open the establishment in the respective Municipal Administration. The Municipal Administration is authorized to open commercial establishments and provide services in its constituency, after verifying compliance with the Strategic Plan and the specific rules for the exercise of the activity, acting, in coordination with the specialized services.
- ✓ The government have dismiss the obligation for companies to license management contracts, provision of services and foreign technical assistance

or management at Banco Nacional de Angola, and at the Ministry of Economy and Planning .

## **Support for family, workers and informal economy**

### Support for workers

- ✓ Approved the draft of declaration for the accreditation of workers from companies in the private sector, whose work activity is not suspended, guaranteeing their mobility, in compliance with the prevention and contingency rules for the control of the COVID-19 pandemic, which must constitute the document to be presented if asked by the law enforcement and security authorities. (Presidential Decree No. 82/20, of 26 March).

### Support for families.

- ✓ Companies in the private sector must transfer the amount of the Social Security discount to workers' wages (discount of 3% of the worker's wages) in the months of April, May and June 2020, to improve family income from wages;
- ✓ Companies in the water and energy sector should not make cuts to customers with difficulties in paying bills during the month of April;
- ✓ Support line in the amount of Kwanzas 315 million is guaranteed to the Ministry of Social Action, Family and Promotion of Women to guarantee the consumption of food from the basic basket for the most vulnerable families, so that the Provincial Governments develop distribution campaigns basic goods for this segment of the population;
- ✓ To improve the income of the poorest families affected by the depth of the economic crisis that the country is experiencing, start in May 2020 the first phase of the Social Monetary Transfer Program, which will benefit one million and six hundred thousand families.

### Informal Economy

- ✓ As part of the implementation of the Informal Economy Conversion Program (PREI), a multisectoral working group is created, comprising the Ministries of Economy and Planning, Finance, Transport, Industry and Commerce, Territorial and Public Works Administration and Spatial Planning, to develop and execute an action plan for the formalization and organization of street sales, markets, freight and passenger transport;
  
- ✓ As part of the implementation of the Competitiveness and Productivity Improvement Program, a multisectoral working group is created, integrated by the Ministries of Economy and Planning, Telecommunications, Information and Communication Technologies and the National Bank of Angola, to prepare and execute a plan action to promote the means of payment, digital, education and financial inclusion of economic agents, as well as to promote and support the emergence of fintechs.