



**health**

Department:  
Health  
**REPUBLIC OF SOUTH AFRICA**



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To: All Licensed Pharmaceutical Manufacturers and/or Importers of Medicines in South Africa (Applicants) and Price File Managers

**VAT INCREASE ON 01 APRIL 2018 (15%): THE IMPLEMENTATION OF 15% VAT ON SINGLE EXIT PRICES (SEPs) PUBLISHED IN TERMS OF THE REGULATIONS RELATING TO A TRANSPARENT PRICING SYSTEM FOR MEDICINES AND SCHEDULED SUBSTANCES.**

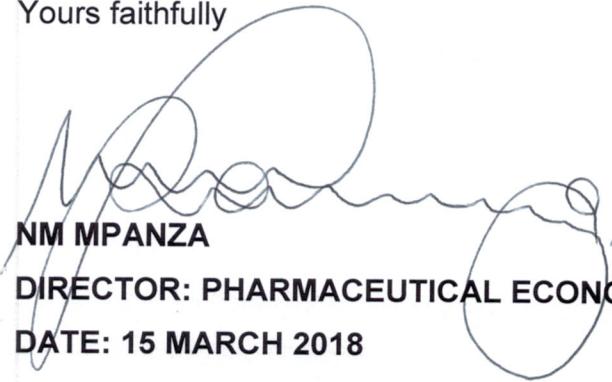
1. The above matter refers-

- 1.1 In keeping with the announcement by National Treasury, the National Department of Health's Pharmaceutical Economic Evaluations (PEE) Directorate hereby informs all stakeholders that the 15% VAT component and resultant SEPs in terms of the Regulations Relating to a Transparent Pricing System for Medicines and Scheduled Substances will be adjusted based on the Database of Medicine Prices (DoP) published by close of business on 28 March 2018.
- 1.2 An updated DoP with SEPs reflecting the 15% VAT will be published on [www.mpr.gov.za](http://www.mpr.gov.za) for implementation on 01 April 2018.
- 1.3 As of 01 April 2018, all SEP submissions to be lodged with the Pharmaceutical Economic Evaluations Directorate must reflect 15% VAT.

**Batho Pele - putting people first**

2. For any further enquiries on this matter, please contact the Directorate: Pharmaceutical Economic Evaluations on email [sepupdates@health.gov.za](mailto:sepupdates@health.gov.za) or Ms Khan on 012 395 8182.

Yours faithfully



NM MPANZA

DIRECTOR: PHARMACEUTICAL ECONOMIC EVALUATIONS

DATE: 15 MARCH 2018