



Commissioner General

LRA / TDN / '19 / 0072

August 7, 2019



COPY

Hon. C. Mike Doryen
Managing Director
Forestry Development Authority
Paynesville, Liberia

Dear Mr. Doryen:

The LRA is in receipt of a communication from Euro Logging Company in which it claimed that it is entitled to a Tax Credit in the amount of US\$1,511,706 (United States Dollars One Million Five Hundred Eleven Thousand Seven Hundred Six and fifty cents) in the following manner:

a) Stumpage and Export Fees	US\$611,706.50
b) Land Rental Bills	US\$700,000.00
c) Custom Duties	US\$100,000.00
d) Corporate Income Taxes	US\$100,000.00

The claim is predicated upon the Memorandum of Understanding (MOU) signed between the Government of Liberia and Euro Liberia Logging on March 2017 wherein it was agreed that the Company rehabilitate 166.0 km of road linking two sections of the highway from River Gee County, through Grand Gedeh to Sinoe County.

Of the above mentioned US\$1,511,706, Euro Logging has applied for Tax Credit in the amount of US\$617,620.48 (Six Hundred Seventeen Thousand Seven Hundred Twenty Dollars and Twenty cents) to be applied as follows:

a) Stumpage Invoices and Est.	US\$196,883.87
b) Export Invoice Fees Est.	US\$215,974.80
c) 13% FOB Value on arears on Area Fee	US\$204,761.810

While recognize the legitimacy of the claim for Tax Credit by Euro Logging in the above mentioned amount, following discussion with Euro Logging, the LRA has agreed to grant the company tax credit on the Stumpage Fee and the Export Fee only. The 13% FOB value on arears on Area Fee shall be paid by the company in cash. The LRA is therefore issuing this tax credit certificate that covers a total of US\$412,858.67 (Four Hundred Twelve Thousand Eight Hundred Fifty-Eight Dollars and Sixty Seven Cents). The remaining US\$204,761.810 shall be paid in cash.

Accordingly, this letter represents the tax credit certificate to Euro Logging Company to the amounts as indicated in the table below:

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0770-572-572



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Paynesville, Liberia



Commissioner General



a.	Stumpage fee	US\$196,883.87
b.	Export fee	US\$215,974.80

Please proceed and issue the requisite approvals to enable the company export its logs. The LRA shall duly report the respective tax credits as part of the revenue to have been collected from the sector against the indicated tax kinds in line with the FY2019/2020 national estimates.

Thanks as LRA strives to collect lawful revenue to facilitate the National Pro Poor Agenda.

Kind regards.

Very Truly yours,

Thomas Doe Nah
Commissioner General/CEO

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Cc: Cllr. Musa Dean
Minister of Justice/Attorney General

Hon. Samuel Tweh
Minister of Finance and Development Planning

Mr. Jihad Akkari
Manager, Euro Logging Company

Mr. Frederic Teppe
Forestry Project Manager
SGS Liberia
Wein Town, Paynesville



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