



BUREAU OF CUSTOMS

MAKABAGONG ADUANA, MATATAG NA EKONOMIYA

MASTER COPY



mm

PROFESSIONALISM INTEGRITY ACCOUNTABILITY

MISTG Memo No. 01-2021

MEMORANDUM

TO : ALL DEPUTY COMMISSIONERS
ALL DISTRICT and SUBPORT COLLECTORS
ALL OTHERS CONCERNED

FROM : 
ALLAN C. GERONIMO
Deputy Commissioner, MISTG



BOC-07-00612

SUBJECT : Implementation of Republic Act No. 11467 or the "Act Amending Section 109, 141, 142, 143, 144, 147, 152, 263, 263-A, 265 and 288-A and Adding a New Section 290-A to Republic Act No. 8428, as Amended, Otherwise Known as the National Internal Revenue Code of 1997"

DATE : 04 January 2021

Please be informed that the updating of Excise Tax rates for the following products under Republic Act No. 11467 has been implemented in E2M System effective January 05, 2021:

- Alcohol, Heated Tobacco and Vapor Products

As per Republic Act No. 11467

Description	Classification	2021
Fermented Liquors Specific Tax	All HS codes under heading 2203; 2206.00.10, 2206.00.20, 2206.00.41, 2206.00.49, 2206.00.91, 2206.00.99	Php 37.00/liter
Distilled Spirits Ad Valorem Tax Specific Tax	All HS codes under heading 2208	22% of NRP Php 47.00/PL (Proof Liter)
Wine Specific Tax	All HS codes under heading 2204 and 2205	Php 53.00/liter
Heated Tobacco Products	2403.99.90	Php 27.50/pack of twenty (20) units or packaging combinations of not more than twenty (20) units
Nicotine Salt or Salt Nicotine (Salt Nicotine Vape)	*3824.99.99 (AICODE – 1002)	Php 42.00/ml
Conventional "Freebase" or "Classic" Nicotines	*3824.99.99	Php 50.00/10 ml or a fraction thereof

*If goods are not intended for nicotine, please use AICODE 1001.

Examiners are advised to do SAD update for all goods declaration that were not processed prior to the system update.

Note: Due to systems limitation, Ad Valorem Tax for Distilled Spirits is computed manually since it depends on the Net Retail Price (NRP).

For your information.



MEMORANDUM

TO : All Deputy Commissioners
 All District/Port Collectors
 All Deputy Collectors for Assessment
 Assessment Officers
 And Others Concerned

FROM : REY LEONARDO B. GUERRERO
 Commissioner FEB 06 2020

SUBJECT : ENACTMENT OF REPUBLIC ACT NO. 11467

DATE : 04 February 2020

In view of the enactment of Republic Act ("RA") No. 11467 or the "Act Amending Sections 109, 141, 142, 143, 144, 147, 152, 263, 263-A, 265 and 288-A and Adding a New Section 290-A to Republic Act No. 8428, as Amended, Otherwise Known as the National Internal Revenue Code of 1997, and for other Purposes," please be guided that beginning 27 January 2020, the following products shall be subject to the exemption and corresponding excise taxes as provided in RA No. 11467:

- Exemption from VAT on the importation of certain prescription drugs subject to the guidelines to be issued by the Bureau and other agencies (Section 1).
- Excise tax of alcohol products (Section 2):

Product	2020	2021	2022	2023	2024	2025 onwards
Fermented liquors (PHP per liter)	35	37	39	41	43	6 percent annual indexation rate
Distilled spirits and alcopops (PHP per proof liter + ad valorem based on NRP per proof)	42	47	52	59	66	
	22 percent ad valorem					
Wines (Php per liter)	50	53.0	56.2	59.6	63.1	

For wines, annual indexation of 6 percent shall start by 2021.

3. Excise tax of Heated Tobacco Products, and Vapor Products (Section 3):

a. Heated Tobacco Products:

Product	2020	2021	2022	2023	2024 onwards
Heated tobacco products (HTPs) (Php per pack of 20)	25	27.5	30	32.5	5 percent annual indexation rate

b. Nicotine Salt or Salt Nicotine:

Product	2020	2021	2022	2023	2024 onwards
Salt nicotine vape* (Php per mL)	37	42	47	52	5 percent annual indexation rate

**Regardless of nicotine content.*

c. Conventional 'Freebase' or 'Classic' Nicotine:

Product	2020	2021	2022	2023	2024 onwards
Freebase vape* (Php per 10 mL)	45	50	55	60	5 percent annual indexation rate

**Regardless of nicotine content.*

The importation of the abovementioned products shall comply with the proper importation procedure as prescribed by the Bureau including the presentation of the Authority to Release Imported Goods (ATRIG) by the Bureau of Internal Revenue (BIR) pursuant to Revenue Memorandum Order No. 35-2002 issued by the BIR and circularized in Customs Memorandum Circular No. 34-2019, and subject to the payment of the corresponding excise taxes, VAT, customs duties, as may be applicable.

For appropriate action and dissemination.