



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS
MANILA 1099

June 17, 2014

CUSTOMS MEMORANDUM ORDER
NO. 13-2014

SUBJECT: REVISED COMPUTATION OF DUTIES, TAXES AND OTHER CHARGES FOR AUTOMOBILES

By authority of Section 608 of the Tariff and Customs Code of the Philippines, as amended, following rules and regulations are issued:

1. OBJECTIVES

- 1.1 To have a uniform and simplified format in the computation of Customs Duties, Value Added Tax, Excise Tax and Other Charges for brand new and used automobiles;
- 1.2 To ensure proper implementation of BIR Revenue Regulation 25-2003 particularly Sec. 4, Sec. 5 and Sec. 7 thereof as to the basis in computing *Ad Valorem* Taxes for brand new automobiles consigned to car manufacturers/dealers, individuals and personally owned used automobiles;
- 1.3 To enhance collection of government revenue by providing a uniform basis in the treatment of trade discounts and application of depreciation allowance for used automobiles as provided for under Sec. 8 of BIR Rev. Reg. 25-2003.

2. COVERAGE

This Order shall cover the importations of automobiles categorized as follows:

- 2.1 Brand new automobiles consigned to car manufacturers, dealers and natural persons;
- 2.2 Used automobiles consigned to the following:
 - 2.2.1 Returning Filipino Diplomats and/or Dept. of Foreign Affairs' officials;
 - 2.2.2 Returning Filipino Residents who have resided abroad for at least one (1) year [accumulated within 3 years of his/her stay abroad immediately preceding the date of filing of the Certificate of Authority to Import (CAI) at the Bureau of Import Services (BIS)];

