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REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS

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18 December 2023

CUSTOMS MEMORANDUM CIRCULAR
No. 03-2024

TO : ASSISTANT COMMISSIONER
ALL DEPUTY COMMISSIONERS
ALL DIRECTORS AND DIVISION CHIEFS
ALL DISTRICT AND SUB-PORT COLLECTORS
ALL OTHERS CONCERNED

SUBJECT : REQUEST FOR ISSUANCE OF 2024 EXCISE TAX RATES ON ALCOHOL PRODUCTS, TOBACCO PRODUCTS, HEATED TOBACCO PRODUCTS, AND VAPOR PRODUCTS RELATIVE TO BIR REVENUE REGULATIONS NO. 7-2021

This refers to the herein attached memorandum dated 17 November 2023 from Atty. Kriden F. Balgomera, Officer-in-Charge, Management Information System and Technology Group (MISTG) with subject: Request for Issuance of 2024 Excise Tax Rates on Alcohol Products, Tobacco Products, Heated Tobacco Products, and Vapor Products relative to Bureau of Internal Revenue (BIR) Revenue Regulations No. 7-2021.

Below are the Revised Rates and Bases of Excise Tax:

A. ALCOHOL PRODUCTS

1. DISTILLED SPIRITS

Excise Tax Due = Ad Valorem tax + Specific Tax		
Date of Effectivity (start date)	Ad Valorem tax [based on the net retail price per proof (excluding the excise and value-added taxes)]	Specific Tax (per proof liter)
January 1, 2020	20%	₱ 23.34
January 23, 2020	22%	₱ 42.00
January 1, 2021	22%	₱ 47.00
January 1, 2022	22%	₱ 52.00
January 1, 2023	22%	₱ 59.00
January 1, 2024	22%	₱ 66.00
2025 Onwards	22%	Specific tax rate shall be increased by 6% and every year thereafter



2. WINES

Date of effectivity (start date)	Specific Tax (per liter)
January 1, 2020	
Sparkling wines/champagnes where the NRP (excluding the excise and VAT) per bottle of 750 ml volume capacity, regardless of proof is:	
a. Php 500 or less	₱ 328.98
b. More than Php 500	₱ 921.15
Still wines and carbonated wines containing 14% of alcohol by volume or less	₱ 39.48
Still wines and carbonated wines containing more than 14% of alcohol by volume but not more than 25% of alcohol by volume	₱ 78.96
Fortified wines containing more than 25% of alcohol by volume	Taxed as distilled spirits
January 23, 2020*	₱ 50.00
January 1, 2021	₱ 53.00
January 1, 2022	₱ 56.18
January 1, 2023	₱ 59.55
January 1, 2024	₱ 63.12
2025 Onwards	Specific tax rate shall be increased by 6% and every year thereafter

*Note: *Beginning January 23, 2020, the classification of wines was removed pursuant to RA. No. 11467. All types of wines are subject to specific excise tax rates per liter.

3. FERMENTED LIQUORS

Date of Effectivity (start date)	Specific tax (per liter)
January 1, 2020	₱ 26.43
January 23, 2020	₱ 35.00
January 1, 2021	₱ 37.00
January 1, 2022	₱ 39.00
January 1, 2023	₱ 41.00
January 1, 2024	₱ 43.00
2025 Onwards	Specific tax rate shall be increased by 6% and every year thereafter

B. TOBACCO PRODUCTS, HEATED TOBACCO PRODUCTS, AND VAPOR PRODUCTS**1. Heated Tobacco Products**

Date of Effectivity	Quantity	Excise Tax Rate
January 1, 2020	Per pack of 20 units or any packaging combinations of not more than twenty (20) units	₱ 10.00
January 23, 2020		₱ 25.00
January 1, 2021		₱ 27.50
January 1, 2022		₱ 30.00
January 1, 2023		₱ 32.50
2024 Onwards		Specific tax rate shall be increased by 5%

		every year effective January 1, 2024
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2. Vapor Products

Date of Effectivity	Quantity	Excise Tax
January 1, 2020 to January 22, 2020	0.00 ml to 10.00ml	₱ 10.00
	10.01 ml to 20.00 ml	₱ 20.00
	20.01 ml to 30.00 ml	₱ 30.00
	30.01 ml to 40.00 ml	₱ 40.00
	40.01 ml to 50.00 ml	₱ 50.00
	More than 50.00 ml	₱ 50.00 plus ₱ 10.00 for every additional 10.00 ml

a. Nicotine Salt or Salt Nicotine

Date of Effectivity	Quantity	Excise Tax
January 23, 2020	Per milliliter or a fraction thereof	₱ 37.00
January 1, 2021		₱ 42.00
January 1, 2022		₱ 47.00
January 1, 2023		₱ 52.00
2024 Onwards		Rate shall be increased by 5% every year effective January 1, 2024

b. Conventional 'Freebase' or 'Classic' Nicotine

Date of Effectivity	Quantity	Excise Tax
January 23, 2020	Per ten (10) milliliter or a fraction thereof	₱ 45.00
January 1, 2021		₱ 50.00
January 1, 2022		₱ 55.00
January 1, 2023		₱ 60.00
2024 Onwards		Rate shall be increased by 5% every year effective January 1, 2024

The rates of tax imposed herein shall apply to any liquid substance, regardless of nicotine content-free liquid or any similar product.

3. Cigars and Cigarettes

a. Cigars [Excise Tax = ad valorem plus (+) specific tax]

Date of Effectivity	Ad Valorem Tax Rate is based on the net retail price per cigar (excluding the excise and value-added taxes)	Add: Specific Tax
January 1, 2020	20%	₱ 6.57
January 1, 2021	20%	₱ 6.83
January 1, 2022	20%	₱ 7.10
January 1, 2023	20%	₱ 7.38

2024 Onwards	20%	Rate shall be increased by 5% every year effective January 1, 2024
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b. Cigarettes packed by hand

Date of Effectivity	Quantity	Excise Tax Rate
January 1, 2020	Per pack of 20s or any packaging combinations of not more than 20 packed by hands	₱ 45.00
January 1, 2021		₱ 50.00
January 1, 2022		₱ 55.00
January 1, 2023		₱ 60.00
2024 Onwards		Rate shall be increased by 5% every year effective January 1, 2024

c. Cigarettes packed by machine

Date of Effectivity	Quantity	Excise Tax Rate
January 1, 2020	Per pack of 20s or any packaging combinations of not more than 20 packed by machine	₱ 45.00
January 1, 2021		₱ 50.00
January 1, 2022		₱ 55.00
January 1, 2023		₱ 60.00
2024 Onwards		Rate shall be increased by 5% every year effective January 1, 2024

Attached is a copy of BIR Revenue Regulation No. 7 – 2021, entitled: Rules and Regulations Implementing the Provisions of Republic Act Nos. 11346 and 11467, Relative to the Excise Tax on Alcohol Products, Tobacco Products, Heated Tobacco Products, Vapor Products and Disposition of Excise Tax Collection, for ready reference.

For records purposes, please confirm the dissemination of this circular throughout your offices within fifteen (15) days from receipt thereof.

For information and guidance.



BIENVENIDO Y. RUBIO
 Commissioner **DEC 29 2023**



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
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BY: _____
DATE & TIME 11-21-23 1:38

MEMORANDUM

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FOR : **ATTY. VENER S. BAQUIRAN**
Deputy Commissioner, AOCG

ATTN : **ATTY. YASSER ISMAIL A. ABBAS, CESO IV**
Director III, Imports and Assessment Service-AOCG

FROM : **ATTY. KRIDEN F. BALGOMERA**
Officer-in-Charge, Management Information System and
Technology Group (MISTG)

SUBJECT : **REQUEST FOR ISSUANCE OF 2024 EXCISE TAX
RATES ON ALCOHOL PRODUCTS, TOBACCO
PRODUCTS, HEATED TOBACCO PRODUCTS, AND
VAPOR PRODUCTS RELATIVE TO BIR REVENUE
REGULATIONS NO. 7-2021**

DATE : 17 November 2023

1. References:

- a. BIR Revenue Regulations No. 7-2021;
- b. OCOM Memorandum No. 10-2022 dated 26 January 2022; and
- c. OCOM Memorandum No. 17-2020 dated 04 February 2020.

2. In view of the above references, this Office would like to request for the issuance of excise tax rates, in possible coordination with BIR, that will be applicable beginning 01 January 2024 on above subject articles, for the guidance of MISTG, Customs Districts, and other concerned stakeholders.

3. Your usual prompt action on this matter is highly appreciated.

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