



National Revenue Report 2015-2016

Department of Revenue & Customs | Ministry of Finance **Bhutan**



“ There is still a great deal left for us to do in the times to come. When I consider the future, I am filled with enthusiasm, because the future that I see is filled with opportunities.”

*His Majesty The King Jigme Khesar Namgyel Wangchuck's
Address to the Nation - 109th National Day, 17th December 2016*

VISION

Contribute to nation building through the development of an effective revenue system.

MISSION

To ensure that the tax and customs administration has the capacity to collect taxes efficiently and effectively at minimum cost through impartial and consistent enforcement of the regulations, and to provide a convenient and honest service to the taxpayers.

Foreword

At the onset, DRC takes great pride and delight to dedicate this publication to the historic and blissful event to all Bhutanese; the birth of His Royal Highness the Gyalsey Jigme Namgyal Wangchuck. We are in no doubt that this blessing will bring greater happiness and richness to the country.

It is also a pleasure to report that the gross domestic revenue collection for the FY 2015-16 is Nu 28,541.616 million and with a refund of Nu 507.804 million, the net revenue collection stands at Nu 28,033.812 million. Domestic revenue covers 19 percent of GDP and 122.52 percent of recurrent expenditure of the government. The net domestic revenue increased by 6.6 percent from the target of Nu 26,293.685 million.

It is also heartening to observe the increasing proportion of tax revenue that had constituted 71 percent of total revenue. The stimulation of economic growth in the country with resurgence of domestic demand and abolition of informal exchange rate with INR has increased the imports and therefore the generation of indirect taxes. The revision of tariff rates also attributed to the growth in indirect taxes.

The Department's revenue collection efforts were affected due to revenue foregone from tax exemptions and incentives amounting to Nu 4,921.546 million in the year 2015 that constituted 17.5 percent of the total domestic revenue.

We have had our own set of challenges with stability and performance issues of the Revenue Administration Management Information System (RAMIS). Yet, in the direct tax, RAMIS has led to a significant increase in taxes due to the facilitation of effective assessment as a result of information captured in the system particularly Tax Deducted at Source data.

We would like to express our sincere gratitude and appreciation to the Ministry of Finance, Regional Offices and taxpayers for their contribution towards achieving the national goal of self reliance.



Yonten Namgyel
Director



Contents

Part A

1. Revenue Performance	6
2. Summary of National Revenue FY 2015-16	7
2.1 Tax Revenue	8
2.1.1 Direct Tax	9
2.1.2 Indirect Tax	12
2.2 Non-Tax Revenue	14
3. Revenue Foregone Through Exemptions	16
4. Sectoral Revenue	21
5. Top Revenue Agencies	25
6. Revenue Performance by Region	26

Part B

Annexures I Details of National Revenue	48
Annexures II Regional Office Collections	52
Annexures III Sectoral Performance	69
Annexures IV Summary of National Revenue	71

Part C

Performance Indicator	74
Abbreviations	95









PART **A**
REVENUE PERFORMANCE

1 Revenue Performance

1.1 Overview for FY 2015-16

With the improvement in macroeconomic conditions, the net domestic revenue had increased by 11.5 percent in FY 2015-16. The Department collected a gross revenue of Nu 28,541.616 million, refund disbursed during the year was Nu 507. 804 million and the net domestic revenue was Nu 28,033.812 million. The collection exceeded the target of Nu 26,293.685 million by 6.6 percent. Domestic revenue covered the entire current expenditure in addition to 23.8 percent of the capital expenditure of the government.¹ Net domestic revenue represented 19 percent of the GDP.²

Tax revenue contributed 71 percent to the total net revenue and the remaining from non-tax revenue. Revenue sources like Corporate Income Tax, Dividend, Sales Tax contributed 26 percent, 13.5 percent and 12.7 percent respectively to the total domestic revenue.

1.2 Net Collection vis-à-vis Target

Gross domestic revenue for the year was recorded at Nu 28,541.616 million, an achievement of 8.6 percent over the target. As compared to last year, refund decreased by 3.2 percent. Implementation of the online system RAMIS since 2015 has increased the efficiency in collection of taxes through better information management.

¹Expenditure figure as on 17th October 2016, DPA

²BPPFS GDP File as on 31. 08.2016

Fig.1 Comparison of Net Revenue

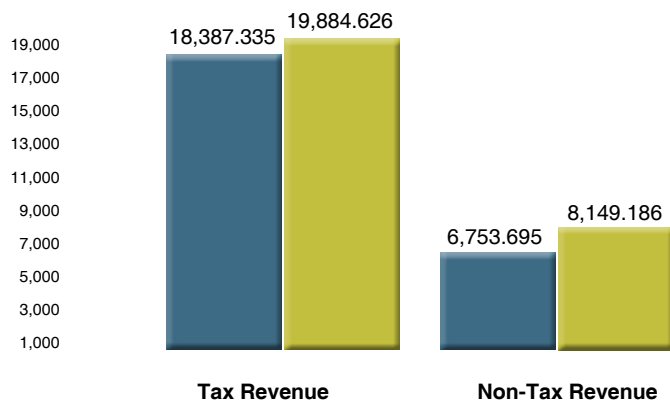
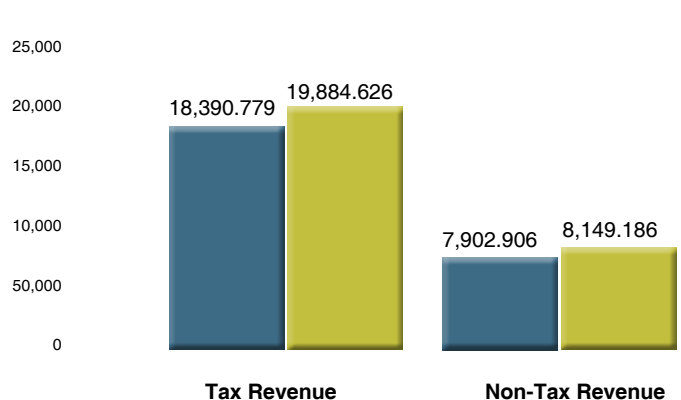


Fig 2. Target Vs Net Collection



■ 2015-16 ■ 2014-15

2 Summary of National Revenue FY 2015-16

Table 1 (a) Net Revenue

Nu. in Million

Source of Revenue	2014-15	2015-16	(+) or (-) (Nu)	(+) or (-) (%)	% over total revenue	Target
Tax Revenue (I+II)	18,387.335	19,884.626	1,497.291	8.14	70.93	18,390.779
Direct Tax	11,626.968	12,200.094	573.126	4.93	43.52	11,852.286
Corporate Income Tax	6,488.775	7,459.579	970.804	14.96	26.61	6606.270
Business Income Tax	1,585.022	1,175.298	(409.724)	(25.85)	4.19	1,664.273
Personal Income Tax	1,536.156	1,770.362	234.205	15.25	6.32	1,654.634
Other Tax Revenue	2,017.015	1,794.855	(222.160)	(11.01)	6.40	1,927.109
Motor vehicle tax	248.252	42.853	(205.399)	(82.74)	0.15	265.999
Business & professional licences	104.952	87.398	(17.554)	(16.73)	0.31	112.000
Airport service tax	59.129	64.143	5.014	8.48	0.23	64.941
Dzongkhag municipal tax	8.453	4.242	(4.211)	(49.82)	0.02	8.189
Health contribution	32.190	57.389	25.199	78.28	0.20	0.000
Royalties	1,564.039	1,538.829	(25.209)	(1.61)	5.48	1,475.981
Indirect Tax	6,760.368	7,684.533	924.165	13.67	27.37	6,538.492
Sales Tax	3,060.067	3,576.482	516.415	16.88	12.74	3041.819
Excise Duty	2,686.847	2,483.068	(203.779)	(7.58)	8.84	2,445.970
Customs Duty	447.401	597.392	149.991	33.53	2.13	456.349
Green Tax	545.870	1,007.121	461.252	84.50	3.59	573.163
Other Indirect Tax Revenue	20.182	20.469	0.286	1.42	0.07	21.192
Non-Tax Revenue	6,753.695	8,149.186	1,395.491	20.66	29.07	7,902.906
Admns. fees & charges	350.521	714.227	363.706	103.76	2.55	368.047
Dividends	3,692.133	3,785.694	93.561	2.53	13.50	3,843.322
Transfer of profit	0.000	788.678	0.000	0.00	2.81	788.678
Revenue from Government departments	454.169	498.478	44.309	9.76	1.78	463.252
Capital revenue	110.062	120.450	10.387	9.44	0.43	115.566
Other non-tax revenue	115.374	86.706	(28.669)	(24.85)	0.31	126.911
Interest on loan from corporations	2,031.435	2,154.954	123.519	6.08	7.69	2197.129
Total Revenue (A+B)	25,141.030	28,033.812	2,892.782	11.51	100	26,293.685

Fig. 3 Composition of Tax Revenue

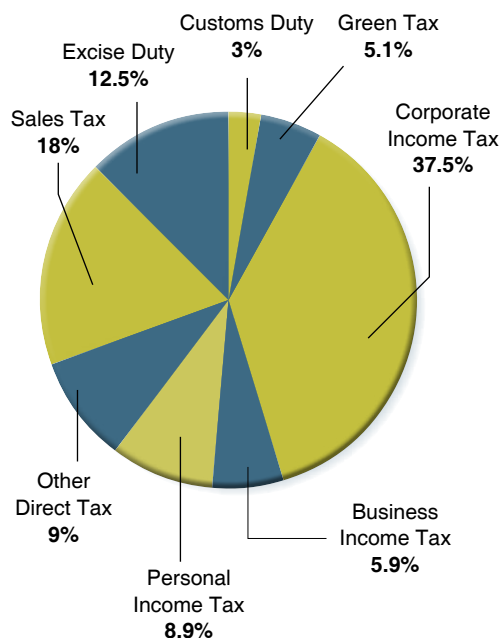


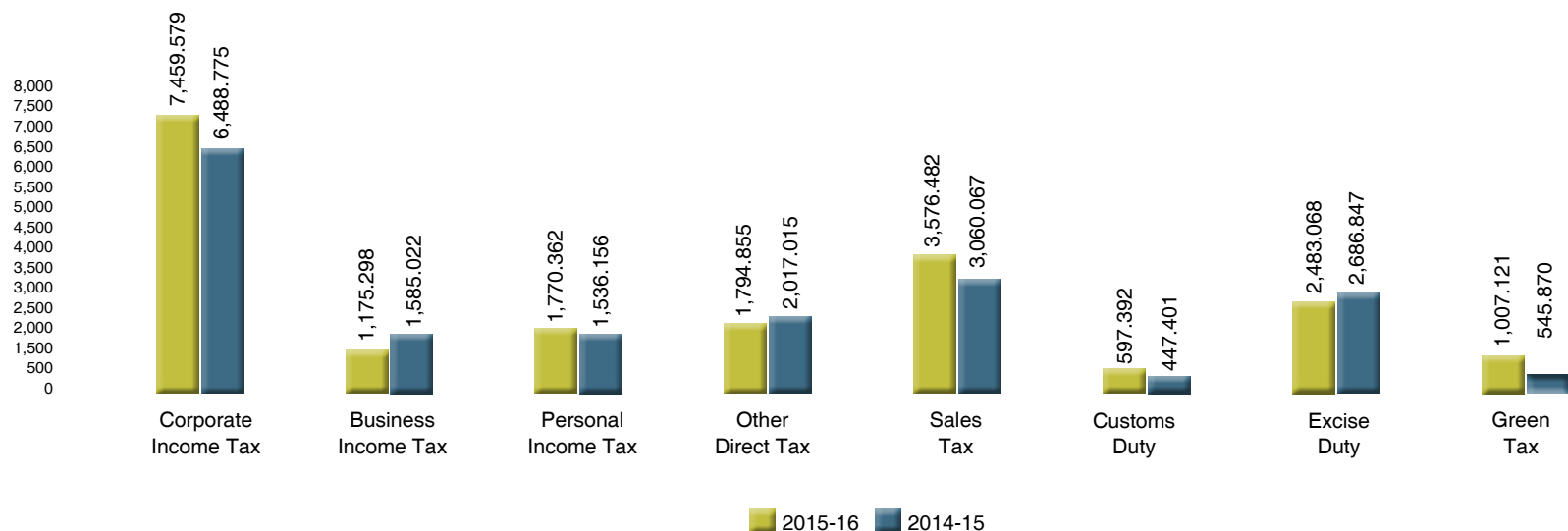
Table 1 (b) Net Revenue as a % to GDP

Source of Revenue	2014-15	2015-16
A Tax Revenue (I+II)	14.7	13.7
I Direct Tax	9.3	8.4
1 Corporate Income Tax	5.2	5.2
2 Business Income Tax	1.3	0.8
3 Personal Income Tax	1.2	1.2
4 Other tax revenue	1.6	1.2
II Indirect Tax	5.4	5.3
6 Sales Tax	2.4	2.5
7 Excise Duty	2.1	1.7
8 Customs Duty	0.4	0.4
9 Green Tax	0.4	0.7
B Non-Tax Revenue	5.4	5.6

2.1 Tax Revenue

Tax revenue contributed 71 percent to the domestic revenue with Nu 19,884.626 million which registered an increase of 8.1 percent. Although there was increase from both direct and indirect tax, however indirect tax coupled with increasing imports and revised tax rates since 2014-15 contributed more to the growth.

Fig. 4 Tax Revenue compared for two Fiscal Years



2.1.1 Direct Tax

During the year, the revenue from direct taxes was Nu 12,200.094 million which was an increase of 4.9 percent. Under this source CIT and PIT performed well. Direct tax contributed 61.4 percent to the tax revenue and 43.5 percent to the total domestic revenue.

Corporate Income Tax (CIT)

CIT continued as the highest contributor to total revenue with Nu 7,459.579 million. It increased by 15 percent mainly due to increase in taxes from companies in hydropower, banking, telecom and mining sector. For the income year (IY) 2015 the total number of corporate units increased to 307 from 286 in IY 2014. It contributed 26.6 percent to the total domestic revenue.

Business Income Tax (BIT)

Business income tax contributed Nu 1,175.298 million, which was a decrease of 25.9 percent from the previous year. With the implementation of RAMIS, segregation of tax deducted at source for various types of taxes has become easier resulting in the change in the pattern of collection of BIT. Total number of registered BIT units increased from 30,549 in IY 2014 to 30,924 units in IY 2015. BIT contributed 4.2 percent to the total domestic revenue.

Personal Income Tax (PIT)

PIT collection was Nu 1,770.362 million, an increase of 15.3 percent over the previous year. The increase in the number of PIT payers in addition to the effective assessment carried out with information captured by RAMIS had also contributed to the increase. The number of PIT payers increased to 1,07,678 in IY 2015 from 71,559 in 2014. PIT contributed 6.3 percent to the total domestic revenue.

Fig. 5 Sources under Direct Taxes as a % of Total Revenue

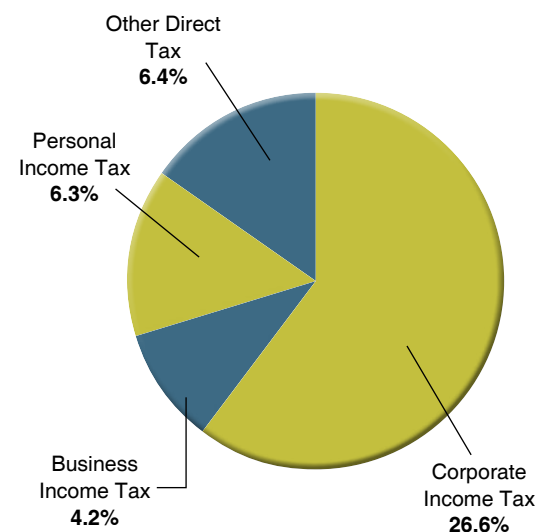


Table 2 shows the details of the collection under PIT

	Nu in Million		
Personal Income Tax	2014-15	2015-16	% to Total Revenue
TDS on Salary Tax	1,139.549	1,480.013	5.3
TDS on Rental Income	29.342	32.436	0.1
TDS on Interest	43.948	18.898	0.1
TDS on Dividend	112.952	72.938	0.3
TDS on Income from Other Sources	60.494	22.933	0.1
TDS on Personal Income Tax	1,386.285	1,627.218	5.8
Final Personal Income Tax	246.299	248.454	0.9
PIT: Fines and Penalties	6.423	5.975	0.0
Gross Total	1,639.007	1,881.647	6.7
Refund	102.850	111.286	0.4
Net Total	1,536.156	1,770.362	6.3

Other Direct Tax

The total of various taxes under this source amounted to Nu 1,794. 855 million which was a decrease of 11 percent. Major decline was from motor vehicle tax and royalty from tourism as explained in the subsequent paragraph. Other direct tax contributed 6.4 percent of the total domestic revenue.

Table 3 Other Direct Tax Collection

Source	Amount	% to Total Revenue
Royalties	1,538.829	5.5
Motor Vehicle Tax	42.853	0.2
Business&Professional Licences	87.398	0.3
Airport service tax	64.143	0.2
Dzongkhag Municipal tax	4.242	0.0
Health Contribution	57.389	0.2
Total	1,794.855	6.4

Royalties

Total contribution from the four source of royalties amounted to Nu 1,538.829 million. Royalty from tourism contributed Nu 1,161.767 a decrease of 11.9 percent. In the previous fiscal year the royalty from tourism which included the Thai tourist package had brought in significant royalty. Comparatively, the arrival of international tourist during the current year declined. Royalty from forest products amounting to Nu 56.877 million had a nominal increase of 2.6 percent. Royalty from mines & minerals brought in Nu 231.416 million, an increase of 31.7 percent. Royalty from hydropower was recorded at Nu 88.769 million from Dagachhu hydropower plant. Although royalty from three other sources increased, it could not offset the decline in tourism royalty. Revenue from Royalties contributed 5.5 percent to the total domestic revenue.

Table 4 Collection from Royalties

Source	Nu in Million			
	FY 2015-16	FY 2014-15	(+) or (-)	% to total revenue
Royalties from tourism	1,161.767	1,319.277	(157.51)	4.1
Royalties from hydropower	88.769	13.571	75.20	0.3
Royalties from mines	231.416	175.751	55.66	0.8
Royalties from forest	56.877	55.440	1.44	0.2
Total	1,538.829	1,564.039	(25.21)	5.5

Motor Vehicle Tax

Motor vehicle tax amounted to Nu 42.853 million which was a decrease of 82.7 percent. The adoption of the Chart of Accounts as per Government Finance Statistic 2014 developed by IMF to classify the various sources of revenue under specific categories has changed the pattern of the record of such collection. The motor vehicle registration fees which used to be earlier recorded under motor vehicle tax is now reflected under motor vehicle fees and charges. Motor vehicle tax contributed 0.2 percent to the total domestic revenue.

Business and Professional License

Revenue collection under this source was Nu 87.398 million, a decline of 16.7 percent. Revenue from business and professional license constituted 0.3 percent of the domestic revenue.

Dzongkhag Municipal Tax

This revenue source contributed Nu 4.242 million which was 0.02 percent of the domestic revenue. It has declined by 49.8 percent. It is likely to decline in future if more Dzongkhags are converted to Thromdes due to administrative and financial decentralization of Thromdes.

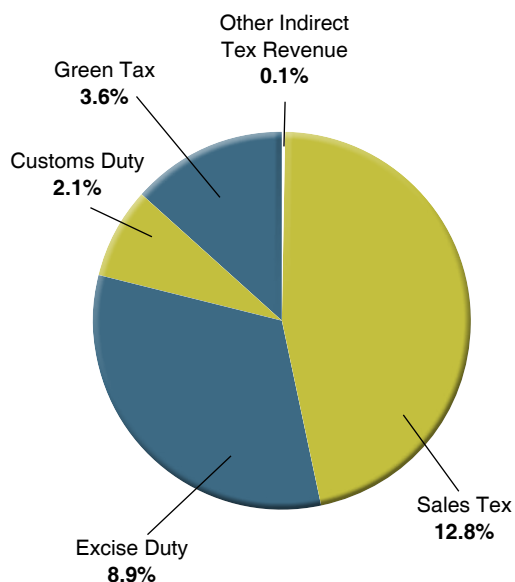
Health Contribution

Gross collection of health contribution was Nu 197.605 million. It constituted 0.2 percent of the domestic revenue.

Airport Service Tax

Collection under this tax has increased by 8.5 percent to Nu 64.143 million. The increase can be attributed to the increase in the number of passengers. This tax constituted 0.2 percent of the total domestic revenue.

Fig. 6 Sources under Indirect Tax as % of Total Revenue



2.1.2 Indirect Tax

With the introduction of tax measures from July 2014 and the lift of import ban on selected commodities, revenue from indirect taxes had significantly increased. As compared to 2014, imports from India and countries other than India increased by 19.6 percent in 2015³. Indirect tax collection during the year was Nu 7,684.533 million which shows an increase of 13.7 percent from the previous year.

Sales Tax

Sales Tax increased by 16.9 percent to Nu 3,576.482 million. Sales Tax collected from good & commodities, beer, aerated water & alcoholic drinks and telecom services contributed to the increase. There was decrease in the global price of fossil fuel during the year which decreased the Sales Tax from petroleum products by 39.5 percent. Sales Tax contributed 12.7 percent to the total domestic revenue.

Table 5 Collection from Sales Tax

Source	Nu in Million	
	Amount	% to total revenue
Sales Tax on goods (point of entry & sale)	2,029.540	7.2
Sales Tax on beer, alcoholic drinks, and aerated water (point of sale)	793.925	2.8
Sales Tax on petroleum products (point of entry)	234.065	0.8
Sales Tax on hotels (services)	317.530	1.1
Sales Tax on cable/TV cinema (services)	23.323	0.1
Sales Tax on telecom services (services)	178.099	0.6
Total	3,576.482	12.7

Excise Duty

Excise Duty contributed Nu 2,483.068 million which constituted 8.9 percent of the total domestic revenue.

Excise Duty from Distillery products

With the launch of new products and re-engineering their marketing strategies, AWP had performed well during the year increasing its revenue by 12 percent to Nu 539.079 million. It contributed 1.9 percent to the total domestic revenue.

Excise Duty Refund from Gol

Excise Duty receipt in FY 2014-15 was for the year 2013 amounting to Nu 1,756.537 million and arrear for past year of Nu 449 million. Excise Duty refund receipt in FY 2015-16 was for the imports pertaining to the year 2014 amounting to Nu 1,943.989 million. Excise duty refund from Gol constituted 6.9 percent of the total domestic revenue.

³ Bhutan Trade Statistics 2015

Source	2014-15	2015-16	% to total revenue
Excise Duty refund from Gol	1,756.537	1,943.989	6.9
Arrears of past years	449.000	0.000	0.0
Excise Duty on distillery products	481.311	539.079	1.9
Total	2,686.848	2,483.068	8.9

Customs Duty

Revenue from Customs Duty amounted to Nu 597.392 million, which was an increase of 33.5 percent. Trade with countries other than India (COTI) increased by 58.2 percent from the past year resulting in the significant increase in collection. Customs duty constituted 2.1 percent of total domestic revenue.

Particular	Year 2015	Year 2014	% (+) or (-)
Trade with India			
Total imports with electricity	53,740.500	47,847.622	12.3
Total imports without electricity	53,490.850	47,528.600	12.5
Trade with COTI	14,296.820	9,036.920	58.2
Total imports with electricity	68,037.320	56,884.542	19.6
Total imports without electricity	67,787.670	56,565.520	19.8

Source: Bhutan Trade Statistics 2014 & 2015

Green Tax

During the year, Green Tax contributed Nu 1,007.121 million an increase of 84.5 percent. Of the total Green Tax, vehicle import contributed Nu 659.383 million and 174.340 million litre of fuel import contributed Nu 347.738 million. Green Tax contributed 3.6 percent of the total domestic revenue.

Other Indirect Tax Revenue

Total revenue collected from other indirect tax revenue was Nu 20.469 million which was a increase of 1.4 percent. It constituted 0.07 percent to the total domestic revenue.

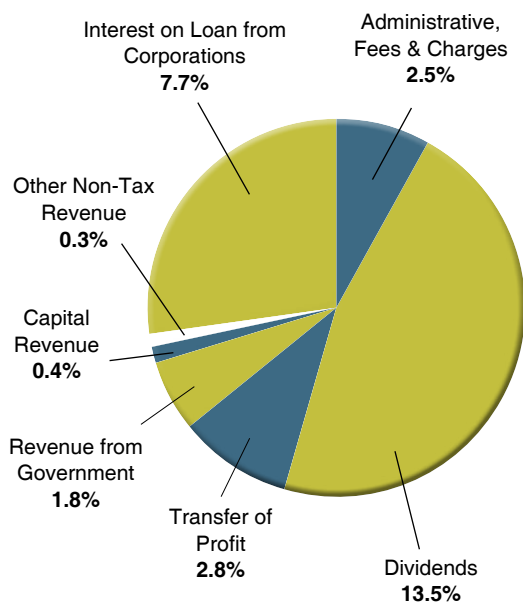
2.2 Non-Tax Revenues

With a collection of Nu 8,149.186 million, non-tax revenue contributed 29 percent of the domestic revenue. Revenue under this source increased by Nu 1,395.491 million mainly from RMA's transfer of profit, Adm. fees & charges and Interest on loan from corporations.

Table 8 Comparison of Non-Tax revenue for fiscal year

Source	FY 2015-16	FY 2014-15	% (+) or (-)	Nu in Million
Adm. fees & charges	714.227	350.521	103.8	2.5
Dividends	3,785.694	3,692.133	2.5	13.5
Transfer of profit	788.678	0.000	0.0	2.8
Revenue from Govt. departments.	498.478	454.169	9.8	1.8
Capital revenue	120.450	110.062	9.4	0.4
Other non-tax revenue	86.706	115.374	(24.8)	0.3
Interest on loan from corporations	2,154.954	2,031.435	6.1	7.7
Total	8,149.186	6,753.695	20.7	29

Fig 7 Sources under Non-Tax Revenue as a % of total revenue



Administrative Fees and Charges

Revenue under this source amounted to Nu 714.227 million. The increase of 103.8 percent was mostly from depot surcharge and motor vehicle fees and charges. The classification of the motor vehicle registration fees under motor vehicle fees and charges increased the collection under this source. It constituted 2.5 percent of the total domestic revenue.

Dividend

Total dividend from DHI, DGPC and other companies during the year was Nu 3,785.694 million, which was an increase of 2.5 percent. Of the total dividend, DHI contributed Nu 1,848.454 million. DGPC (THPA) dividend increased by 3 percent to Nu 1,932.100 million. During the year the total electricity generation by Tala, Chukha, Kurichhu and Bashochhu power plants under DGPC increased by 3.28 percent to 7,381.60 million units⁴ due to good hydrology. Revenue from dividend constituted 13.5 percent of the total domestic revenue.

Transfer of Profit

After not contributing for three years, RMA eventually remitted their transfer from profits amounting to Nu. 788.678 million during this fiscal year. It constituted 2.8 percent of the total domestic revenue.

⁴ DGPC Annual Report 2015

Revenue from Government Departments

Total revenue under this source was Nu 498.478 million, an increase of 9.8 percent. Increase was mainly on account of rent from lease of industrial plot/shed, fees and charges collected by Department of Forest and fines on violation of the Environment Assessment Act (EAA). Revenue from government departments constituted 1.8 percent of total domestic revenue.

Capital Revenue

Total capital revenue was Nu 120.450 million, increase by 9.4 percent. The increase was mainly from the auction/sale of government properties. It constituted 0.4 percent of the total domestic revenue.

Other Non-Tax Revenue

Other non-tax revenue amounted to Nu 86.706 million during the year. There was decline in collection from Audit Recovery Account and other dues and recoveries. It constituted 0.3 percent of the total domestic revenue.

Interest on Loan from Corporations

During the year, the interest receipts from loan to corporations was Nu 2,154.954 million which was an increase of 6.1 percent. Of the total, Nu 1,344.561 million was from GOI loans and Nu 810.394 million was from on-lend loans. This includes the last installment of interest receipts from Kurichhu hydropower plant.

3. Revenue Foregone through Exemptions/Tax Holidays

The total amount of revenue forgone during the year 2015 was Nu 4,921.546 million which was about 17.53 percent of the domestic revenue in 2015-16. Revenue forgone amount increased by 80.9 percent from the previous year.

Under direct taxes 109 business units availed tax holiday and the forgone tax amounted to Nu 145.314 million.

Table 9 Businesses under Tax Holiday for the Income Year 2015

No.	Unit	RRCO	BIT/CIT	Remarks
1	Yugharling Resort, Bumthang	Bumthang	-	Loss
2	Hotel Kuenzang Norling International, Bumthang	Bumthang	-	Loss
3	Bee Keepers Cooperative of Bhutan, Bumthang	Bumthang	435,308.45	Self Declared
4	Hotel Peling, Bumthang	Bumthang	-	Loss
5	Chumey Natture Resort, Bumthang	Bumthang	-	Loss
6	Mountain Resort	Bumthang	-	Loss
7	J K. Furniture	Samtse	1,002,619.81	Self Declared
8	Sengaygang Stone Crushing Plant	Samtse	-	Loss
9	Garba Powdering Unit	Samtse	-	Loss
10	Green Druk Ventures, Gelephu	Gelephu	-	Loss
11	Yangjung Sonam Bricks & Fabrication, Gelephu	Gelephu	-	Loss
12	Tsirang Poultry Cooperatives, Tsirang	Gelephu	163,529.40	
13	Druk Doors & Windows, Dechenpelri, Gelephu	Gelephu	-	NOP
14	Lothuen Om Detshen, Gelephu	Gelephu	107,506.80	
15	Bio Plates, Gelephu	Gelephu	72,448.80	
16	Losel Gaytsho Academy, Pelrithang	Gelephu	136,381.28	
17	Kuendrup H S S, Gelephu	Gelephu	-	Time Extension
18	Bhu-Org Farm, Samtenling, Gelephu	Gelephu	-	Loss
19	Gelephu Om Detshen	Gelephu	-	NOP
20	M/s Dungsam Academy	S/Jongkhar	-	Not filed
21	M/s Rica Tyre & Tread	S/Jongkhar	-	Loss
22	Sherub Reldri Higher Secondary School	Mongar		Loss
23	Zhoennu Rigphel Early Learning Centre	Mongar		Time Extension
24	Lingkhar Lodge	Mongar		Not Filed
25	Trogon Villa Hotel	Mongar		Loss
26	Gomphu Kora Mineral Water Plant	Mongar		Loss

No.	Unit	RRCO	BIT/CIT	Remarks
27	Tenzin Higher Secondary School	Paro		Not filed
28	Haven Resort Private Limited	Paro	(13,347,928.00)	Loss
29	Khangku Resort	Paro	115,833.01	Not filed
30	Tashi Namgay Resort	Paro	1,071,073.24	
31	Yoezerling HSS	Paro	1,788,649.30	
32	Nak Sel Boutique Hotel & Spa Pvt. Ltd	Paro	(8,008,509.00)	Loss
33	Udumwara Resort	Paro		Not filed
34	Galing Resort	Paro		Not filed
35	Hotel Drukchen	Paro	(1,625,641.40)	Loss
36	Jampel HSS	Paro	129,296.40	
37	Karma Home Made Wine Industry	Paro	769.21	
38	Yoezerling Children's House	Paro	446,320.40	
39	Shaba Phunsum Milk Detshen	Paro		Not filed
40	Raven's Nest	Paro		Not filed
41	M/s Utpal Junior Wing	Paro	(1,840,253.52)	Loss
42	Tenzinling Resort	Paro	(215,938.65)	Loss
43	Khamsum Inn	Thimphu	148,251.76	
44	Hotel Pema Karpo	Thimphu		Loss
45	Hotel Ser Nya	Thimphu		Loss
46	Data Center Services Pvt. Ltd	Thimphu		Loss
47	Dhensa Boutique Resort	Thimphu	1,601,476.56	
48	Scan Café Pvt Ltd	Thimphu		Loss
49	Sangsel Eco Trade & Environmental Services	Thimphu	51,348.77	
50	Hotel Migmar	Thimphu	3,685,535.12	
51	Druk Link Technologies	Thimphu	8,016.28	
52	Thimphu Techpark Pvt Ltd	Thimphu	525,883.80	
53	School for Language & Cultural Studies	Thimphu		Loss
54	Namgay Heritage	Thimphu		Not filed
55	Greener Way	Thimphu		Not filed
56	Druk Care Engineering	Thimphu		Loss
57	The Bhutanese Pvt Ltd	Thimphu		Loss
58	Ro chog Pel Hotel	Thimphu		Loss
59	Yang Building Materials	Thimphu	430,580.26	
60	Druk Neytshul Pvt Ltd	Thimphu		Not filed
61	Bhutan Development Bank Ltd	Thimphu	117,758,613.00	
62	Khang Residence	Thimphu		Loss
63	Green Dragon Media	Thimphu		Not filed

No.	Unit	RRCO	BIT/CIT	Remarks
64	Bhutan Today Pvt Ltd	Thimphu		Loss
65	Kisa Hotel	Thimphu		Loss
66	Royal Thimphu College	Thimphu	3,712,238.10	
67	Bhutan Suites	Thimphu	431,291.79	
68	Taj Tashi	Thimphu	2,166,392.69	
69	Bhutan Broadcasting Service	Thimphu		Loss
70	National Handicrafts Emporium	Thimphu	151,302.78	
71	Kunzang Zhing Resort	Thimphu		Loss
72	Gangtey Goenpa Lodge	Thimphu		Loss
73	KCD Production	Thimphu		NOP
74	Royal Securities Exchange of Bhutan	Thimphu	22,897.13	
75	Zobel Furniture	Thimphu	771.07	
76	Dorji Elements	Thimphu		Loss
77	Hotel Norbuling	Thimphu		Loss
78	Hotel Vara	Thimphu		Not filed
79	Gyelsa Botique Inn	Thimphu		Not filed
80	Namseling Boutique Hotel	Thimphu		Loss
81	Hotel Amodhara	Thimphu	1,015,207.39	
82	Drubchu Resort	Thimphu		Loss
83	Osel	Thimphu		Loss
84	Gakyil	Thimphu		Loss
85	Bhutan Hotels Pvt. Ltd	Thimphu		Not filed
86	RKPO Resort	Thimphu		Not filed
87	Hotel Thimphu Towers	Thimphu	47,510.84	
88	The Zone Executive Suites	Thimphu		Loss
89	Tashi Yoedling	Thimphu		Loss
90	Ariya	Thimphu		Not filed
91	The Green Road	Thimphu		Loss
92	Himalayan Incense	Thimphu		Not filed
93	Waste Paper Recycling Unit	Thimphu		Loss
94	Punatsangchu Cottages	Thimphu	2,094.63	
95	Shangrila Cold Stores	Thimphu		Not filed
96	Southtech Pvt. Ltd	Thimphu		Loss
97	Abit	Thimphu		Loss
98	Green E Solutions	Thimphu	15,556.50	
99	Sparkle Technologies	Thimphu	110,050.20	
100	Kinz Mushroom Farm	Thimphu	-	Loss

No.	Unit	RRCO	BIT/CIT	Remarks
101	YBM Concrete Products	Thimphu	-	loss
102	Gakiling Guest House	Thimphu		Not filed
103	Highland Wood	Thimphu		Loss
104	Peling Resort	Phuntsholing	-	loss
105	Bhutan Residence	Phuntsholing	112,542.09	
106	Park Hotel	Phuntsholing	-	Loss
107	Soel Chu Mineral Drinking Water	Phuntsholing	-	Not Filed
108	Tashi Namgay Grand	Phuntsholing	-	loss
109	RSA Carb Unit	Phuntsholing	7,846,645.20	
Total			145,313,942.06	

Table 10 Dzongkhag Wise, Tax Forgone for the Income Year 2015

RRCO	Dzongkhag	Income Year 2015	
		No. of units	Tax Forgone (Nu)
Samdrup Jongkhar	Pemagatshel	642	1,128,768.31
	Samdrup Jongkhar	384	794,000.00
Thimphu	Thimphu	457	1,081,820.00
	Wangdiphodrang	785	1,812,835.64
	Punakha	463	1,212,450.00
	Gasa	94	98,160.00
Phuentsholing	Chhukha	1006	2,745,188.57
Paro	Paro	965	2,672,802.88
	Haa	120	416,801.50
Mongar	Tashigang	836	1,626,608.39
	Tashiyangtse	287	447,091.61
	Mongar	809	1,497,798.08
	Lhuntse	281	344,720.34
Samtse	Samtse	1385	1,975,230.00
Gelephu	Dagana	687	1,042,962.50
	Tsirang	469	897,200.00
	Zhemgang	440	356,600.00
	Sarpang	805	971,746.27
Bumthang	Bumthang	281	526,600.00
	Trongsa	375	602,450.00
Total		11571	22,251,834.09

11,571 business units benefited from the BIT exemption given to small and micro businesses located in rural areas amounting to Nu 22.252 million.

3.1 Details of Indirect Tax Foregone on Imports for the Year 2015

Revenue foregone under indirect taxes increased by 86.2 percent to Nu 4,753.980 million. The increase was mainly due to the exemption provided to Druk Air amounting to Nu 1,045. 241 million and to Bhutan Helicopter Service Ltd. amounting to Nu 82.351 million. Increase in import of vehicles increased the exemption by Nu. 492. 094 million from the previous year. Others includes exemption given to Bhutan Olympic Committee, media, tour operators, agriculture etc.

Type	2015
Project (Hydropower)	618.384
Raw Materials	706.417
Plant and Machinery	300.635
Duty Free	329.483
Hotels	50.068
Vehicles	676.430
Green Tax	5.021
Airplane	1,045.241
Helicopter	82.351
Others (including excise duty)	939.950
Total	4,753.980

4. Sectoral Revenue

Sectoral revenue consists of total gross revenue excluding the remittances from DHI, PIT and interest receipts. During the year sectoral revenue contributed 76.1 percent to the total revenue. Sectoral revenue increased by 16.7 percent from the previous year mostly from finance, electricity, trade and service sectors.

Table 12 Highlights of Revenue by Sectors

Sector	Nu in Million				
	FY 2015-16	% of Total Revenue	FY 2014-15	% of Total Revenue	(+) or (-) (Nu)
Electricity	5,427.283	19.0	4,439.661	17.3	987.622
Trade	8,227.399	28.8	7,444.499	29.0	782.899
Services	5,152.814	18.1	4,776.736	18.6	376.078
Finance	1,960.085	6.9	641.162	2.5	1,318.924
Manufacturing	554.676	1.9	682.444	2.7	(127.768)
Primary	403.309	1.4	629.688	2.5	(226.379)
Total	21,725.566	76.1	18,614.190	72.5	3,111.375

a) Electricity

Hydropower is one of the most important sector in the country and it has significant contribution to the domestic revenue. This sector contributed Nu 5,427. 283 million which constituted 25 percent of the sectoral revenue and 19 percent of the total domestic revenue. Increase in the current year was due to higher remittances from DGPC and BPC on account of good hydrology and increase in the domestic consumption of electricity.

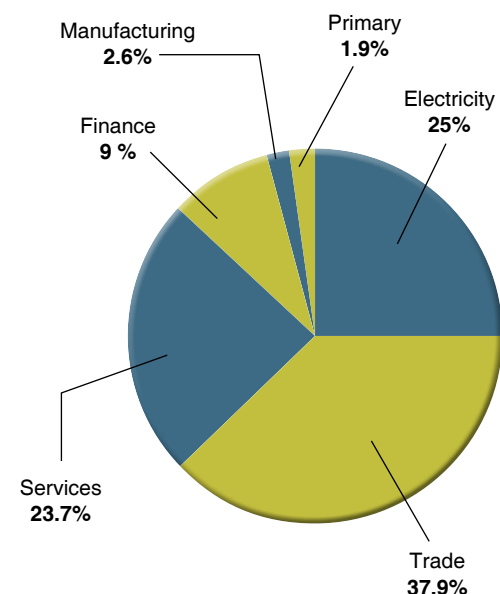
b) Trade

Trade sector made the highest contribution with Nu 8,227.399 million which was 28.8 percent of the domestic revenue and 37.9 percent of the sectoral revenue. It increased by 10.5 percent from the previous year mainly due to better collection from Sales Tax and CIT & BIT from trading sector.

c) Service

Service sector contributed Nu 5,152.814 million to domestic revenue and increased by 8 percent from the previous year. It had the third largest share within the sectoral revenue at 23.7 percent. Better performance of Sales Tax on services, CIT & BIT on services boosted the growth of this sector.

Fig 8 Composition of Sectoral Revenue



d) Manufacturing

Manufacturing sector contributed Nu. 1.9 percent to the domestic revenue with Nu 554.676 million. Collection declined by 18.7 percent because major manufacturing companies like PCAL did not perform well. During the year, the Gear Cement Mill II of PCAL which had the highest production capacity broke down for four months in 2015 which reduced their cement production.

e) Finance

The contribution from this sector to domestic revenue increased by Nu 1,318.924 million to Nu 1,960.085 million. It contributed 6.9 percent to the domestic revenue. The increase was mainly due to the RMA's remittance of profit transfer for the first time after three years of nil remittance. Financial institutions like BoBL, BNBL and RICBL performed better during the year. BNBL's overall profit growth in 2015 was primarily because of increase in interest income from loans and foreign exchange.

f) Primary

Primary sector contributed Nu 403.309 million which was a decrease of 36 percent from the previous year. It accounted for 1.4 percent of the domestic revenue. The value of forest products exported in 2015-16 decreased by 44.7 percent⁵.

⁵ Bhutan Trade Statistics 2015 and 2016





5. Top Revenue Agencies

The top ten agencies contributed Nu 12,385.406 million in the form of tax and non-tax revenue which constituted 43.4 percent of the gross domestic revenue.

Table 13 Top Revenue Agencies

Source of Revenue	Nu in Million					
	2015-16	2014-15	Rank	(+) or (-) (Nu)	(+) or (-) (%)	% of Total Revenue 2015-16
DGPCL	4,563.043	4,010.805	1	552.238	13.77	16.0
DHI	2,767.265	3,381.141	2	(613.875)	(18.16)	9.7
TCB	1,621.300	2,191.324	3	(570.024)	(26.01)	5.7
RSTA	1,045.905	872.165	4	173.741	19.92	3.7
BPCL	775.470	415.285	5	360.186	86.73	2.7
BNBL	456.334	321.031	6	135.303	42.15	1.6
BOBL	388.996	139.043	7	249.953	179.77	1.4
BTL	285.163	255.484	8	29.679	11.62	1.0
DGM	258.175	292.882	9	(34.708)	(11.85)	0.9
RICBL	223.754	181.088	10	42.666	23.56	0.8
Total	12,385.406	12,060.248		325.159	2.70	43.4
Total Gross Domestic Revenue	28,541.616	25,665.773				

The top ten agencies contribution constituted 43.4 percent of the gross domestic revenue.

6. Performance by Region

The performance of the regions are highlighted in this section. The eight regional offices are located in various parts of the country. In the past, taxes deposited under certain regional offices used to be reflected as their collection. However, with RAMIS, tax collections are reflected under the Region where the taxpayer is registered irrespective of where the collection is made.

Fig. 9 Revenue Performance by Region

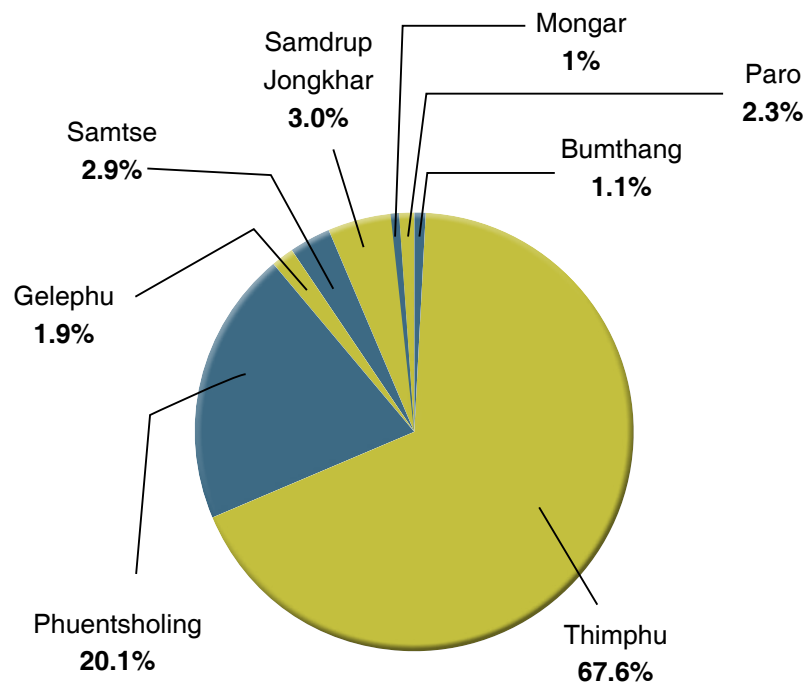


Table 14 Revenue Performance by Region
Nu in Million

Region	Source of Revenue	FY 2015-16		FY 2014-15	Achievement to target (+/-)		Collection compared to 2014-15 (+/-)	
		Gross Collection	Target	Gross Collection	Nu	%	Nu	%
Bumthang	Tax	266.339	297.408	300.703	(31.069)	(10.4)	(34.364)	(11.4)
	Non-Tax	39.083	21.625	21.147	17.458	80.7	17.936	84.8
	Total	305.422	319.033	321.850	(13.611)	(4.3)	(16.428)	(5.1)
Mongar	Tax	201.454	165.271	186.969	36.182	21.9	14.485	7.7
	Non-Tax	70.362	29.997	29.471	40.365	134.6	40.891	138.7
	Total	271.815	195.268	216.440	76.547	39.2	55.375	25.6
Gelephu	Tax	432.883	416.033	432.284	16.850	4.1	0.599	0.1
	Non-Tax	118.973	89.802	89.987	29.171	32.5	28.986	32.2
	Total	551.856	505.835	522.271	46.021	9.1	29.585	5.7
Paro	Tax	524.250	418.461	430.406	105.789	25.3	93.844	21.8
	Non-Tax	139.094	144.042	146.553	(4.948)	(3.4)	(7.459)	(5.1)
	Total	663.344	562.503	576.959	100.841	17.9	86.385	15.0
Phuentsholing	Tax	5,484.841	4,541.610	4,685.895	943.231	20.8	798.946	17.1
	Non-Tax	252.550	205.442	205.206	47.108	22.9	47.344	23.1
	Total	5,737.392	4,747.052	4,891.102	990.340	20.9	846.290	17.3
Samtse	Tax	750.553	616.185	635.789	134.368	21.8	114.764	18.1
	Non-Tax	91.102	34.190	34.238	56.912	166.5	56.864	166.1
	Total	841.655	650.375	670.027	191.280	29.4	171.628	25.6
Samdrup	Tax	738.280	696.973	714.611	41.307	5.9	23.669	3.3
Jongkhar	Non-Tax	129.872	110.946	107.975	18.926	17.1	21.897	20.3
	Total	868.152	807.919	822.586	60.233	7.5	45.566	5.5
Thimphu	Tax	11,968.459	11,238.838	11,468.971	729.621	6.5	499.488	4.4
	Non-Tax	7,333.521	7,266.863	6,175.566	66.658	0.9	1,157.955	18.8
	Total	19,301.980	18,505.701	17,644.537	796.279	4.3	1,657.443	9.4
Overall	Tax	20,367.060	18,390.779	18,855.629	1,976.280	10.7	1,511.430	8.0
	Non-Tax	8,174.557	7,902.905	6,810.143	271.651	3.4	1,364.412	20.0
	Total	28,541.616	26,293.685	25,665.772	2,247.931	8.6	2,875.843	11.2

6.1 RRCO Thimphu (TH)

In FY 2015-2016, the collection from the region amounted to Nu 19,301.980 million which was an increase of 9.4 percent over the previous year. RRCO Thimphu contributed 67.6 percent of the gross domestic revenue for FY 2015-16.

Tax Revenue

The increase in tax revenue was mainly from CIT that contributed 33.7 percent to the region's total revenue with a collection of Nu. 6,499.985 million recording an increase of 18 percent over the previous year.

Companies like DGPCL performed well on account of good hydrology with an increase in electricity generation by 3.28 percent.⁶ Financial institutions like BOBL and BNBL also did well on account of higher profits from interest income. Increase in the consumption of electricity (by domestic consumer) increased BPC's gross earnings by 14 percent and its revenue from wheeling charges also increased by 10 percent⁷ resulting in payment of higher CIT.

Bhutan National Bank (BNB) recorded its highest ever profit of over Nu 1 billion in 2015. The impressive overall profit growth in 2015 was primarily because of increase in interest income from loans and foreign exchange. In 2015, the bank sanctioned a total loan of Nu 6.86 billion, which was an increase from Nu 4.52 billion in 2014.⁸

BIT collection of Nu 527.409 million declined by 38.5 percent from the previous year. Formerly, in the old system, all BIT & CIT TDS were accounted as TDS under BIT. However, RAMIS, has facilitated proper segregation of TDS heads and this is one of the reasons for lower BIT reflected in the current year.

PIT revenue amounted to Nu 1,046.529 million registering a growth of 15.9 percent. The number of PIT filers increased from 28,150 individuals in IY 2014 to 30,035 individuals in IY 2015 resulting in higher collection of PIT. Information collection has improved through RAMIS which has resulted in better collections of tax deducted at source.

Revenue from other direct tax was Nu 1,465.951 million, a decline of 9.4 percent due to Motor vehicle tax and Business & professional license. Decline under motor vehicle tax was due to the reclassification of vehicle registration fees under motor vehicle fees & charges as per the new chart of accounts in compliance with the Government Finance Statistics 2014. Implementation of RAMIS has resulted in the collection to be reflected where the taxpayer was registered instead of where it was deposited. This has led to the collection under business & professional license to be reflected in other regional offices.

⁶ DGPC Annual Report 2015

⁷ BPC Annual Report 2015

⁸ Business Bhutan dated 23rd March 2016

International tourist decreased by 15.77 % to 48,800 individuals in IY 2015 as compared to 57,537 individuals in IY 2014. Factors like the bombing in Bangkok and earthquake in Nepal led to the decrease in arrival of international tourists.

Royalties from hydro-power in the previous year was only for 5 months compared to this year's collection for the entire year. Dagachhu Hydro Power Corporation was commissioned in February 2015.

Indirect Tax

The indirect tax revenue constitutes 12.6 percent of the total region's revenue, of which excise duty refund constitute a major chunk. Most sources under indirect taxes has declined.

Collection from Excise Duty refund from Gol increased by 10.7 percent and Domestic Excise Duty increased by 12 % as compared to previous year. The introduction of vendor dealership in September 2014 and increase in the number of vendors had increased revenue under this source.

Table 15 Collection under Excise Duty **Nu in Million**

Source	2014-15	2015-16	% to total revenue
Excise Duty refund from Gol	1,756.537	1,943.989	6.9
Arrears of past years	449.000	0.000	
Excise Duty on distillery products	481.311	539.079	1.9
Total	2,686.848	2,483.068	8.9

The collection under Sales Tax on telecom services amounted to Nu 178.099 million, which was an increase of 109.4 percent from the previous year. Sales Tax on telecom services was levied from October 2014. The previous year's collection was recorded for only for 9 months. The collection from Customs Duty had declined by 16.3 percent. The revenue collected was mainly from foreign post parcel.

Non-Tax Revenue

Non-Tax Revenue constituted 38 percent of the region's revenue. Collection under non-tax revenue increased by 18.8 percent mostly from administrative fees & charges, dividend, transfer of profit and capital revenue.

The major chunk of increment under administrative fees & charges was from motor vehicle fees and charges by 363 percent. The increase was due to the strict monitoring measures initiated by the Royal Bhutan Police in collaboration with RSTA from 17th April 2015 and the reclassification of the motor vehicle registration fees under this head.

Other increases could be attributed to dividend from DGPC on account of good hydrology, Transfer of profit from the Royal Monetary Authority amounting to Nu 788.678 million and increase in auction of government properties increased capital revenue by 163 percent.

6.2 RRCO Phuntsholing (PG)

The total collection from the region amounted to Nu 5,737.392 million, which was an increase of 17.3 percent from the previous year and 20.9 percent above the target set for the year. RRCO Phuntsholing contributed 20.1 percent to the gross domestic revenue for FY 2015-16.

Tax Revenue

Tax revenue amounted to Nu 5,484.841 million, which was an increase of 17 percent from the previous year. However, the direct tax collection declined by 12.4 percent. This was mainly due to decline in PIT,BIT,CIT collections and other direct taxes.

The actual CIT collection during the year stood at Nu.322.755 million, recording a decrease of 19.8 percent. The decrease was mainly due to several companies declaring loss and further, CIT from BoB was being reflected under RRCO Thimphu unlike in the past where it was reflected under RRCO Phuntsholing.

BIT collection had decreased by 1.4 percent to Nu 334.754 million. This was because a number of BIT units had declared loss & some reported to be non-operational during the year, resulting in the decrease in collection.

PIT for the year amounted to Nu 228.522 million which was a decrease of 6.3 percent. Although the number of PIT taxpayer had increased by 335 to 14,955 in IY 2015 however self declared tax and tax deducted at source had declined by Nu 50.646 million and Nu 45.441 respectively.

Other direct tax for the year amounts to Nu 148.132 million showing a decrease of 23.7 percent. Decline was from motor vehicle tax and royalty from mines & minerals.

Indirect Tax

The total collection from indirect tax for the year stood at Nu 4,450.678 million, an increase of 27 percent over the previous year. Collection from all major sources under indirect tax had increased due to strict monitoring & assessment and the lift of import ban.

Total Sales Tax collection for the year was Nu 2, 855.220 million registering an increase of 14.9 percent. The increase could be attributed to the increase in the number of vehicle imports from third country by 602, increase in number of hotel registration and production and sale of beer. Excise Duty collection for the year was Nu 207.910 million, an increase of 2.8 percent over the previous

year's collection due to the change in market strategy from vendor ship to sub-dealership by AWP in September 2014.

Collection from Customs Duty stood at Nu 520.545 million which was an increase of 33.2 percent due to increase of imports from Countries Other Than India by 9 percent in 2015⁹ as compared to the previous year.

Green Tax collection amounted to Nu 867.002 million, an increase of Nu 440.441 million or 103.25 percent over the previous year's collection.

Non-Tax Revenue

The collection from non-tax revenue for the year stood at Nu 252.550 million recording an increase of 23.1 percent. Increase was mostly from administrative fees and charges and revenue from government departments.

Collection from administrative fees & charges was Nu.155.100 million, which was an increase of 68.4 percent. Collection from house rent, motor vehicle fees & charges, deport surcharge on petroleum product and judiciary fees & charges had contributed to the increase. Revenue from government for the year amounted to Nu 95.481 million, an increase of 33 percent.

However, revenue from capital revenue amounted to Nu 0.426 million which was a significant decline from previous year because of low sale of tender documents and no collection on account of dolomite bid value.

⁹ Bhutan Trade Statistics 2014 and 2015

6.3 RRCO Samtse (SM)

The Regional Office collected a total revenue of Nu 841.655 million, which was 29.4 percent above the set target. The year's collection had surpassed the previous year collection by 29.4 percent. The increase was mainly due to sharp rise in collection from BIT, other direct taxes, excise duty, adm. fees & charges, and revenue from government departments. During the fiscal year, the region contributed to 2.9 percent of the gross domestic revenue.

Tax Revenue

The tax revenue for the year was Nu 750.553 million, which was 18 percent more than the previous year figure. The increase was attributed to enhanced performance by M/s Lhaki Cement which paid Nu.16.622 million during the year, as against its refund claim of Nu.3.133 million in the previous year. The other prominent increase was from other direct taxes which amounted to Nu 68.239 million. The revenue under this source was previously accounted with RRCO, Phuentsholing.

Revenue from CIT amounted to Nu 275.463 million, which was a decrease of 1.3 percent from the previous years collection. The decline was attributed to fall in M/s PCAL's production due to its machinery breakdown. The company's Cement Mill II was shut down for four months.

Nevertheless, enhanced performance by other companies had offset the decline in taxes from PCAL. For instance, M/s Jigme Mining Co. Ltd. (JMCL) contributed 40.9 percent more than the previous year, amounting to Nu 95.362 million.

Table 16 JMCL's performance for the year vis-a-vis the previous year

Product	2015		2014	
	Quantity (MT)	Amount	Quantity (MT)	Amount
Dolomite Boulder	2,102,296.50	540,200,705.13	1,694,771.02	419,050,188.85
Dolomite Fines	370,993.50	25,969,545.00	299,077.24	20,935,406.80
Total	2,473,290.00	566,170,250.13	1,993,848.26	439,985,595.65

Yet another company that contributed to the increase in tax revenue was M/s Jigme Industry Pvt. Ltd. (JIPL). JIPL paid 35 percent higher than in previous year, amounting to Nu 100.209 million.

Table 17 JIPL's performance during the year vis-a-vis that of previous year

Name of Product	2015		2014	
	Quantity (MT)	Amount	Quantity (MT)	Amount
Dolomite Lumps and Chips	2,291,460.01	1,170,574,028.68	2,032,332.86	973,008,216.92
Dolomite Powder	72,086.27	79,800,758.15	75,344.06	81,613,464.93
Total	2,363,546.28	1,250,374,786.83	2,107,676.92	1,054,621,681.85

Indirect Tax

Sales Tax and Excise Duty contributed significantly to the collection of Indirect Taxes. Sales Tax on cement increased to Nu 38.474 million from Nu 30.219 million in the previous year. The collection from Sales Tax on cement had increased due to drop in supply to exempted parties by PCAL. During the fiscal year 2015-16, the major share of supplies to the exempted parties was made by M/s Dungsam Cement Authority Ltd.

The table shows the drop in the share of PCAL's supply of cement to the exempted parties

Table 18 PCAL's supply of cement

Financial Year	Exemptions
2014-15	31,328.60 MT
2015-16	1,581.00 MT

M/S Lhaki Cement's increased sales had also contributed towards increase in Sales Tax collection during the year. The comparison of sales and Sales Tax figures for the last two fiscal years is shown in the table.

Table 19 Lhaki Cement's comparison of sales

Year	Sales (Domestic)	Sales Tax
2014-15	28384.35 MT	6,854,913.87
2015-16	33639.95 MT	7,398,878.85

Similarly, the increased sales of alcohol had contributed to increase in Excise Duty collection. During the year, Excise Duty collection amounted to Nu 118.001 million, registering an increase of 25.5 percent over the previous year. The sale of alcohol in FY 2015-16 increased to 281,549 cases from 2,17,128 cases in 2014-15. The increase in sales of alcohol was mainly due to the introduction of new brands. Although two types of wines, Zumzin peach wine and Vintria dry wine were introduced during 2015-16, only the former had made an impact.

Non-Tax Revenue

During the year, non-tax revenue collection stood at Nu 91.102 million, which was an increase of 166 percent over the previous year. Revenue collection from administrative fees and charges alone had contributed Nu 48.552 million. This was due to inclusion of rental income from mines and minerals, which was previously accounted with RRCO, Phuntsholing. Increase in distribution permit fees due to increased alcohol sales had also contributed to the rise in non-tax revenue.

Capital Revenue amounted to Nu 4.696 million, which was an increase of Nu 4.286 million from the previous year. The increase was due to the revenue from mines which was reflected under RRCO Samtse in 2015-2016, but was previously accounted under RRCO Samdrup Jongkhar.

Collection of lease rent amounting to Nu 13.650 million and Nu 8.529 million under the environment restoration bond, had also contributed towards increase in collection from the government departments.



6.4 RRCO Samdrup Jongkhar (SJ)

Total revenue collected by the region was Nu 868.152 million, which was an increase of 5.5 percent over the past year and 7.5 percent above the target set for the year. RRCO Samdrup Jongkhar contributed 3 percent of the gross domestic revenue for FY 2015-16.

Tax Revenue

The major increase under tax revenue was from Personal Income Tax (PIT), Sales Tax, Excise Duty and Green Tax. The PIT collection was Nu 112.365 million, which was an increase of 24.3 percent from the previous fiscal year. The increase in the PIT collection was mainly because of the increase in the number of PIT filers.

However, the CIT collection for the year was Nu 188.901 million which decreased by 12.9 percent from the previous financial year. Some major companies did not perform well during the year due to the following reasons;

M/s. SD Eastern Bhutan Ferro Silicon Private Limited did not perform well because there was decline in the demand for Ferro Silicon from the Indian market (they imported it at a more competitive price from China).¹⁰ Subsequently the price dropped from Nu 72,377.08 to Nu 52,000 per metric tonne.

M/s. SD Eastern Bhutan Coal company Ltd. also did not perform well during the year as demand for coal from the industries in India and Nepal drastically decreased. The table shows the demand of coal from each country.

Table 20 Demand for coal in the region

Country	Sales Quantity (MT) 2015	Sales Quantity (MT) 2014
Bhutan	98,903.79	95,588.04
Nepal	2,540.00	12,597.98
India	2,862.95	13,976.02
Total	104,306.74	122,162.04

During the year, Indonesia and other countries sold coal at much cheaper price as compared to Bhutan due to which the export of coal decreased. There was only nominal increase of 2.5 percent on CIT from M/S Druk Satair Private Limited as compared to 10.9 percent in 2014-15. Sometime in 2015, Bangladesh started imposing 5 percent import duty on gypsum which decreased the export of gypsum product.¹¹

Further, income of Sherja Equipment Hiring Unit a major BIT paying unit drastically decreased due to less mining work (coal).

Indirect Tax

Sales Tax collection of Nu 150.405 million also contributed to the increase in tax revenue. Increase was mainly from Sales Tax on goods and commodities.

Revenue collection under Excise Duty from distillery products amounted to Nu 42.948 million, an increase of 19 percent. This was mainly due to increase in the price of product and introduction of new product brands into the market.

The increase in Customs Duty was mainly because of one time import of third country origin goods by few companies based in Nganglam Dungkhag amounting to Nu 6.213 million.

The total collection under Green Tax amounted to Nu 71.331 million, which was an increase of Nu 9.738 million from the previous year.

Non-Tax Revenue

Non-tax revenue collection increased by 20.3 percent to Nu 129.872 million mainly from administrative fees and charges. The slight decline in capital revenue was from other sale proceeds and under revenue from government departments viz. National Land Commission and Ministry of Health.

¹⁰ Kuensel dated 24th March 2016

¹¹ Kuensel dated 6th October 2016

6.5 RRCO Paro (PR)

The overall revenue collection of the regional office was Nu 663.344 million which was an increase of 15 percent from the previous year and achievement of 17.9 percent above the target. RRCO Paro contributed 2.3 percent to the gross domestic revenue for FY 2015-16.

Tax Revenue

Tax revenue amounted to Nu 524.250 million, which was an increase of 21.8 percent from the previous year. The increased was mainly from direct taxes like CIT, PIT and Indirect taxes like sales tax and customs duty. Corporate Income Tax increased to Nu. 13.507 million. The increase of Nu 9.6 million from the previous year was from better compliance of taxpayers and assessment efforts.

Personal Income Tax during the year amounted to Nu. 146.545 million which was an increase of 45.915 million due to the increase in the number of taxpayers.

Indirect Tax

Sales Tax increased by 21 percent to Nu 159.973 million. The growth was due to the increase in regional tourists arrival which constituted 62.91% or 97,584 individuals, an increase of 49.21% from 2014.¹² The operation of 'Le Mariden Hotel' at Paro Bondey at the end of 2015 contributed Nu 4.893 million. Compliance has increased from all the service industries with the introduction of web based online system RAMIS.

Customs Duty collection of Nu 91.258 million indicated an increase of 34 percent which was due to increase in the import of softwares and collection of outstanding duties from Druk Air.

Non-Tax Revenue

Under non-tax revenue, the region collected Nu 139.094 million, which was a decline of 5 percent from the previous years collection. Except for revenue from administrative fees & charges, all other sources under non-tax revenue had declined.

The decline was on account of airport tax, surcharges and other fees and charges from Bhutan Air Service (Tashi Airlines) which was reflected under RRCO Thimphu Regional office in the current year.

¹² TCB Annual Report



6.6 RRCO Gelephu (GP)

The annual collection for the region was Nu 551.856 million, which was an increase of 5.7 percent from the previous year and achievement of 9.1 percent over the target. The region contributed 1.9 percent of the gross domestic revenue for the FY 2015-16. Tax revenue increased by 0.14 percent and non-tax revenue by 32.2 percent as compared to the previous year.

Tax Revenue

Tax revenue contributed Nu 432. 883 million, which was an increase of 0.14 percent. While taxes collected from CIT, PIT, Sales Tax, Excise Duty and Green Tax were significant however, revenue from BIT, motor vehicle tax and Dzongkhag municipal had declined.

One reason for the increase in CIT and corresponding decline in BIT revenue could be due to the proper booking of BIT & CIT TDS with RAMIS as compared to booking of both CIT & BIT TDS under BIT in the previous system. Higher collection of CIT vis-a-vis BIT was also attributed to the shift in the collection of TDS based on the registration of license. In the past TDS deposited by BOB, BPC and BNB were accounted in respective RRCOs where the deposits were made. However, in RAMIS, TDS remitted by these organizations are accounted in their registered RRCO even if the payment has been realized by other RRCOs.

Increase in PIT collection was due to the increase in the number of taxpayers from 6,982 during the IY 2014 to 8,436 during the IY 2015.

Indirect Tax

Sales Tax from goods & commodities, cable TV & cinema and hotel & restaurants contributed 4.3 percent increase to the overall sales revenue in the region. Increase in import of construction material for construction of power transmission lines by M/S KEC International and Kalpataru Power Transmission Ltd. (both are sub-contractors under Bhutan Power Corporation Ltd.) and construction material for construction of new hospital in Gelephu had increased the sales tax collection at the point of entry.

Decrease in the fuel prices during the year decreased the sales tax from petroleum products by 51 percent. The average fuel price during FY 2014-15 was Nu 39 per litre which dropped to Nu 35 per litre in FY 2015-16 thereby bringing down collection from this source.

Increase in BST revenue could be attributed to improvement in self declaration due to RAMIS, timely completion of assessment and better tax compliance.

The revenue from Excise Duty on distillery product had increased by 18.4 percent to Nu 56.794 million due to revision of liquor rate from October 2014. Further, introduction of new liquor brands like Misty Peak, Fizzer, Vintra and Zumzin also led to increase in revenue from excise duty. The additional Excise Duty collected from the sale of these new products was approximately Nu.1.5 million. The incentive provided to the liquor distributor and the annual liquor target set by the AWP had also contributed to increase in collection under this source.

Green Tax contributed Nu. 46.962 million to the region's total revenue. Revenue under this tax increased by 7.6 percent on account of import of vehicles from Guwahati and Bongaigoan in Assam by the residents of Gelephu.

Non-Tax Revenue

The total non tax revenue collected was Nu 118.973 million, which was an increase of 32.2 percent from the previous year. The increase was on account of revenue from motor vehicle fees & charges, house rent recoveries, health, Department of Livestock. The increase in rate of egg sales from Nu 5 to Nu 8 per piece and piglet from Nu 500 to Nu 1500 had attributed to increase in collection under the Department of Livestock.

6.7 RRCO Bumthang (BM)

RRCO Bumthang collected total revenue of Nu 305.422 million, which was a decrease of 5 percent as compared to previous year. The region contributed 1.1 percent to total gross domestic revenue of FY 2015-16.

Tax Revenue

Total collection under tax revenue had decreased by 11.4 percent. The decline was from BIT and other direct taxes.

There are only five CIT taxpayers registered under the regional office. In the previous years, 3 percent and 2 percent TDS from CIT used to get reflected under BIT. However, with the implementation of RAMIS, TDS revenue were credited to its correct revenue source due to which the CIT collection increased and BIT collection decreased.

PIT collection amounted to Nu 70.098 million which was an increase of 14.9 percent. The increase was due to increase in the number of PIT taxpayers and implementation of RAMIS system. All taxpayers had to deposit tax using their individual TPN. There were a total of 2687 PIT registered taxpayer as of June 2016 under Bumthang regional office.

Collections under fines and penalty under PIT had increased by Nu 0.335 million as compared to previous fiscal year. The increase was mainly attributed to implementation of RAMIS system from 2015.

Revenue from royalties also decreased by Nu 2.490 million. This was due to poor road accessibility to the extraction point which deterred the extraction of timber from Dawathang FMU and Karshong FMU of NRDCL.

Indirect Tax

Indirect tax collection for the year amounted to Nu 16.246 million which was an increase of 10.3 percent from the previous year. Bumthang is one of the major tourist destination and the region has more than 34 sales tax collecting agents (STCA) hotels, 3 cable services in Bumthang and 9 STCA hotel and 2 cable cinema providers in Trongsa.

Sales Tax collection had increased by 9.6 percent to Nu 16.100 million. Increase was due to completion of outstanding assessment from the past fiscal years. Recovery of BST from concealment done by few STCA's during the fiscal year amounted to Nu. 0.456 million. Cable survey conducted by the regional office which increased the contribution from cable by Nu 0.697 million.

Non-Tax Revenue

Total non-tax collection for the year amounted to Nu 39.083 million, which was an increase of 84.8 percent. The increase was mainly on account of administrative fees & charges and revenue from government departments. Administrative fees & charges increased by 123 percent due to increase in house rent and motor vehicle fees & charges. There are 12 agencies contributing house rent in the region.¹³ Mandatory deposit of the house rent into the centralized account increased the collection under house rent by Nu 2.879 million.

Revenue from Government department contributed Nu 9.534 million an increase of 92.1 percent. Revenue from identity card renewal for citizens under Bumthang Dzongkhag also contributed to the increase. Fines collected from contractors and projects on illegal dumping, environment violation, and other environment related fines and penalty decreased to Nu 0.153 million because of continuous inspection and awareness done by the forestry and Dzongkhag environment officials.

¹³ House Rent Verification Report 2015-2016, RAAS, RRCO-BM



Outlook

The recent tax measures introduced by the government are expected to bring some changes in tax collection in the FY 2016-17. Under the Personal Income Tax (PIT), the enhancement of basic exemption from Nu 100,000 to Nu 200,000 and increase in allowable educational expenses is expected to cost the PIT collection approximately Nu 500 million.¹⁴ While the mines and minerals royalty revision may bring in additional revenue of over Nu 130 million. The tariff on import of books and reagents has also been lifted but may not adversely affect collection.

To enhance revenue generation, government has established five new State Owned Enterprises (SOEs) viz. Royal Bhutan Lottery Ltd, Bhutan Duty Free Ltd., Farm Machinery Corporation Ltd., Rural Enterprise Development Corporation and Royal Bhutan Helicopter Services Ltd. We are optimistic that these SOEs would not only bring in greater revenue but also enhance efficiency and lead to provision of better services.

In a move to inculcate international best practices and professionalism, from FY 2016-17 onwards, we are striving to comply with the Government Finance Statistics Manual 2014 (GFSM 2014) which is the internationally accepted methodology for compiling fiscal data and is also consistent with other regionally accepted methodologies. This will imply that the Chart of Accounts for our annual revenue report will have to be changed accordingly in the future.

With healthy macroeconomic forecasts in FY 2016-17 such as 6.4 percent GDP growth, low & stable inflation, further reduction of poverty and improved per capita income levels, the revenue target is expected to cross the Nu 29 billion mark.

¹⁴ Based on the actual PIT data of Income Year 2014





PART **B** ANNEXURES

ANNEXURE I

DETAILS OF NATIONAL REVENUE

Nu in Million

Sl. No	Source of Revenue	2014-15 (Actual Gross)	Refund (2014-15)	2014-15 (Net Revenue)	2015-16 Actual Gross	Refund 2015-16 (Net	2015-16 Revenue)	Net (+) or (- Nu	Net (+) or (-) %	% over Total Revenue
(1)	(2)	(3)	(4)	(5) [3-4]	(6)	(7)	(8) [6-7]	(9) [8-5]	10 [9 of 5]	(11)
A	Tax Revenue	18,855.629	468.294	18,387.335	20,367.06	482.433	19,884.626	1,497.291	8.14	70.93
I	Direct Tax	11,909.575	282.608	11,626.968	12,487.130	287.037	12,200.094	573.126	4.93	43.52
1	Corporate Income Tax	6,491.658	2.883	6,488.775	7,477.555	17.976	7,459.579	970.804	14.96	26.61
1.1	DHI	1,569.408		1,569.408	918.812	0.000	918.812	(650.596)	(41.45)	3.27
1.2	DGPCL	2,134.066		2,134.066	2,630.942	0.000	2,630.942	496.876	23.28	9.37
1.3	BFAL	89.323		89.323	34.441	0.000	34.441	(54.882)	(61.44)	0.12
1.4	PCAL	97.001		97.001	67.105	0.000	67.105	(29.897)	(30.82)	0.24
1.5	BOBL	139.043		139.043	388.996	0.000	388.996	249.953	179.77	1.39
1.6	RICBL	181.088		181.088	223.754	0.000	223.754	42.666	23.56	0.80
1.7	BNBL	321.031		321.031	456.334	0.000	456.334	135.303	42.15	1.63
1.8	NRDCL	3.192		3.192	6.877	0.000	6.877	3.686	115.48	0.02
1.9	Druk Plaster & Chemical Ltd	3.628		3.628	0.000	0.000	0.000	(3.628)	(100.00)	0.00
1.10	Bhutan Tourism Corporation Ltd	2.785		2.785	0.979	0.000	0.979	(1.805)	(64.83)	0.00
1.11	AWPL	76.918		76.918	83.601	0.000	83.601	6.683	8.69	0.30
1.12	STCBL	4.424		4.424	33.182	0.000	33.182	28.758	650.07	0.12
1.13	BPCL	415.285		415.285	775.470	0.000	775.470	360.186	86.73	2.76
1.14	BCCL	34.273		34.273	1.153	0.000	1.153	(33.120)	(96.64)	0.00
1.15	Bhutan Telecom	255.484		255.484	285.163	0.000	285.163	29.679	11.62	1.02
1.16	SD Eastern Bhutan Coal Co. Ltd	110.526		110.526	73.922	0.000	73.922	(36.604)	(33.12)	0.26
1.17	Kuensel Corporation	6.145		6.145	6.751	0.000	6.751	0.606	9.86	0.02
1.18	Druk Satair Company Ltd	67.125		67.125	68.799	0.000	68.799	1.673	2.49	0.25
1.19	Bhutan Polymers Company Ltd.	0.000		0.000	0.068	0.000	0.068	0.068	0.00	0.00
1.20	Bhutan Polythene Company Ltd.	2.014		2.014	5.649	0.000	5.649	3.635	180.45	0.02
1.21	Jigme Industry Pvt. Ltd	74.053		74.053	100.209	0.000	100.209	26.156	35.32	0.36
1.22	Jigme Polytex	4.744		4.744	4.931	0.000	4.931	0.188	3.95	0.02
1.23	Jigme Mining Company	67.687		67.687	95.362	0.000	95.362	27.675	40.89	0.34
1.24	Singye Group of Companies	0.764		0.764	1.707	0.000	1.707	0.942	123.25	0.01
1.25	Bhutan Post	3.865		3.865	0.000	0.000	0.000	(3.865)	(100.00)	0.00
1.26	Druk Air	0.000		0.000	0.500	0.000	0.500	0.500	0.00	0.00
1.27	Eastern Bhutan Ferro Silicon Pvt. Ltd	30.530		30.530	18.468	0.000	18.468	(12.062)	(39.51)	0.07
1.28	Other CIT	743.467	2.883	740.584	1,162.358	17.976	1,144.382	403.798	54.52	4.08
1.29	TDS on CIT	53.790		53.790	1.961	0.000	1.961	(51.828)	(96.35)	0.01
1.30	Fines & penalties	0.000		0.000	30.062	0.000	30.062	30.062	0.00	0.11
2	Business Income Tax	1,603.759	18.738	1,585.022	1,192.849	17.551	1,175.298	(409.724)	(25.85)	4.19

Sl. No	Source of Revenue	2014-15 (Actual Gross)	Refund (2014-15)	2014-15 (Net Revenue)	2015-16 Actual Gross	Refund 2015-16	2015-16 (Net Revenue)	Net (+) or (-) Nu	Net (+) or (-) %	% over Total Revenue
(1)	(2)	(3)	(4)	(5) [3-4]	(6)	(7)	(8) [6-7]	(9) [8-5]	10 [9 of 5]	(11)
2.1	Business income tax	398.530	0.946	397.584	512.990	5.187	507.803	110.220	27.72	1.81
2.2	TDS on BIT	1,205.230	17.792	1,187.438	679.859	12.364	667.495	(519.943)	(43.79)	2.38
3	Personal Income Tax	1,639.007	102.850	1,536.156	1,881.647	111.286	1,770.362	234.205	15.25	6.32
3.1	PIT	1,639.007	102.850	1,536.156	1,881.647	111.286	1,770.362	234.205	15.25	6.32
5	Other Direct Tax Revenue	2,175.152	158.137	2,017.015	1,935.080	140.225	1,794.855	(222.160)	(11.01)	6.40
5.1	Motor vehicle tax	248.273	0.021	248.252	42.861	0.009	42.853	(205.399)	(82.74)	0.15
5.2	Business & professional licence	104.971	0.019	104.952	87.398	0.000	87.398	(17.554)	(16.73)	0.31
5.3	Airport service tax	59.129	0.000	59.129	64.143	0.000	64.143	5.014	8.48	0.23
5.4	Dzongkhag municipal tax	8.453	0.000	8.453	4.242	0.000	4.242	(4.211)	(49.82)	0.02
5.5	Health contribution	190.287	158.097	32.190	197.605	140.216	57.389	25.199	78.28	0.20
5.6	Royalties	1,564.039	0.000	1,564.039	1,538.829	0.000	1,538.829	(25.209)	(1.61)	5.49
5.6.1	Forestry products	55.44	0.000	55.440	56.877	0.000	56.877	1.437	2.59	0.20
5.6.2	Mines & minerals	175.75	0.000	175.751	231.416	0.000	231.416	55.665	31.67	0.83
5.6.3	Tourism	1,319.277	0.000	1,319.277	1,161.767	0.000	1,161.767	(157.510)	(11.94)	4.14
5.6.4	Hydropower	13.57	0.000	13.571	88.769	0.000	88.769	75.198	554.11	0.32
II	Indirect Tax	6,946.054	185.687	6,760.368	7,879.929	195.397	7,684.533	924.165	13.67	27.41
6	Sales Tax	3,209.521	149.453	3,060.067	3,737.113	160.631	3,576.482	516.415	16.88	12.76
6.1	Sales tax on goods & commodities	1,658.950	119.850	1,539.100	2,156.844	127.304	2,029.540	490.440	31.87	7.24
6.2	Sales tax on petroleum products	416.656	29.603	387.053	267.271	33.206	234.065	(152.988)	(39.53)	0.83
6.3	Sales tax on hotel & restaurant	308.208	0.000	308.208	317.530	0.000	317.530	9.322	3.02	1.13
6.4	Sales tax on cable tv & cinema	23.164	0.000	23.164	23.323	0.000	23.323	0.158	0.68	0.08
6.5	Sales tax on beer, aerated water & alcoholic drinks	717.501	0.000	717.501	794.047	0.122	793.925	76.424	10.65	2.83
6.6	Sales Tax on telecom services	85.042	0.000	85.042	178.099	0.000	178.099	93.057	109.43	0.64
7	Excise Duty	2,686.847	0.000	2,686.847	2,483.068	0.000	2,483.068	(203.779)	(7.58)	8.86
7.1	Distillery products	481.311	0.000	481.311	539.079	0.000	539.079	57.768	12.00	1.92
7.2	Excise duty refund from GOI	2,205.537	0.000	2,205.537	1,943.989	0.000	1,943.989	(261.547)	(11.86)	6.93
8	Customs Duty	470.531	23.130	447.401	626.422	29.030	597.392	149.991	33.53	2.13
8.1	Goods	466.286	23.130	443.156	619.549	29.030	590.519	147.363	33.25	2.11
8.1	Customs service charges	4.244	0.000	4.244	6.873	0.000	6.873	2.629	61.93	0.02
9	Other Indirect Tax Revenue	20.182	0.000	20.182	20.469	0.000	20.469	0.286	1.42	0.07
9.1	Stamp duty	20.182	0.000	20.182	20.469	0.000	20.469	0.286	1.42	0.07

Sl. No	Source of Revenue	2014-15 (Actual Gross)	Refund (2014-15)	2014-15 (Net Revenue)	2015-16 Actual Gross	Refund 2015-16	2015-16 (Net Revenue)	Net (+) or (-) Nu	Net (+) or (-) %	% over Total Revenue
(1)	(2)	(3)	(4)	(5) [3-4]	(6)	(7)	(8) [6-7]	(9) [8-5]	10 [9 of 5]	(11)
10	Green Tax	558.973	13.104	545.870	1,012.857	5.736	1,007.121	461.252	84.50	3.59
10.1	Green tax on motor vehicle	278.667	13.104	265.563	665.119	5.736	659.383	393.820	148.30	2.35
10.2	Green tax on fuel	280.307	0.000	280.307	347.738	0.000	347.738	67.432	24.06	1.24
B	Non -Tax Revenue	6,810.143	56.448	6,753.695	8,174.557	25.371	8,149.186	1,395.491	20.66	29.07
11	Admns. Fees & charges	353.698	3.177	350.521	714.423	0.196	714.227	363.706	103.76	2.55
11.1	Judiciary fees & charges	30.273	0.130	30.143	26.667	0.000	26.667	(3.477)	(11.53)	0.10
11.2	House rent	15.780	2.814	12.966	67.738	0.038	67.700	54.734	422.14	0.24
11.3	Hire charges	15.519	0.000	15.519	12.097	0.000	12.097	(3.422)	(22.05)	0.04
11.4	Rural life insurance	24.190	0.000	24.190	25.030	0.000	25.030	0.840	3.47	0.09
11.5	Motor vehicle fees & charges	64.919	0.000	64.919	343.706	0.037	343.670	278.751	429.38	1.23
11.6	Depot surcharge on petroleum products	71.665	0.000	71.665	90.010	0.000	90.010	18.344	25.60	0.32
11.7	Surcharge on passenger	35.478	0.000	35.478	38.470	0.000	38.470	2.993	8.44	0.14
11.8	Rental income from mines	40.019	0.000	40.019	26.759	0.000	26.759	(13.261)	(33.14)	0.10
11.9	Other admn. charges & fees	55.854	0.232	55.622	83.946	0.122	83.824	28.202	50.70	0.30
12	Dividend	3,692.133	0.000	3,692.133	3,785.694	0.000	3,785.694	93.561	2.53	13.50
12.1	DHI companies	1,811.733	0.000	1,811.733	1,848.454	0.000	1,848.454	36.721	2.03	6.59
12.2	DGPCL (THPA)	1,876.739	0.000	1,876.739	1,932.100	0.000	1,932.100	55.361	2.95	6.89
12.3	Other dividends	3.661	0.000	3.661	5.140	0.000	5.140	1.479	40.38	0.02
13	Transfer of Profit	0.000	0.000	0.000	788.678	0.000	788.678	788.678	0.00	2.81
13.1	Royal Monetary Authority	0.000	0.000	0.000	788.678	0.000	788.678	788.678	0.00	2.81
14	Revenue from Govt. Depts.	505.822	51.654	454.169	517.870	19.392	498.478	44.309	9.76	1.78
14.1	Division of Roads	1.773	0.000	1.773	0.000	0.000	0.000	(1.773)	(100.00)	0.00
14.2	Municipal Revenue	2.697	0.000	2.697	5.613	0.000	5.613	2.916	108.11	0.02
14.3	Information and Media	61.229	48.563	12.667	13.601	0.000	13.601	0.934	7.38	0.05
14.4	Contractor Development Board	14.603	0.000	14.603	17.225	0.000	17.225	2.622	17.95	0.06
14.5	Department of Civil Aviation	40.877	0.000	40.877	39.230	0.000	39.230	(1.647)	(4.03)	0.14
14.6	Livestock	34.902	0.000	34.902	36.087	0.048	36.039	1.137	3.26	0.13
14.7	Agriculture	2.731	0.000	2.731	1.724	0.000	1.724	(1.006)	(36.85)	0.01
14.8	Forest	38.900	0.756	38.144	43.568	0.000	43.568	5.424	14.22	0.16
14.9	National Land Commission	6.589	2.335	4.254	9.472	19.173	(9.701)	(13.955)	(328.06)	(0.03)
14.10	Industrial plot/shed rent	32.974	0.000	32.974	61.013	0.000	61.013	28.039	85.03	0.22
14.11	Other division of trade & industry	1.066	0.000	1.066	20.745	0.002	20.743	19.677	1,845.81	0.07

Sl. No	Source of Revenue	2014-15 (Actual Gross)	Refund (2014-15)	2014-15 (Net Revenue)	2015-16 Actual Gross	Refund 2015-16	2015-16 (Net Revenue)	Net (+) or (-) Nu	Net (+) or (-) %	% over Total Revenue
(1)	(2)	(3)	(4)	(5) [3-4]	(6)	(7)	(8) [6-7]	(9) [8-5]	10 [9 of 5]	(11)
14.12	Passport & visa fees	166.558	0.000	166.558	146.552	0.167	146.385	(20.172)	(12.11)	0.52
14.13	Education	4.550	0.000	4.550	8.851	0.000	8.851	4.301	94.54	0.03
14.14	Health	18.733	0.000	18.733	26.324	0.000	26.324	7.591	40.52	0.09
14.15	Civil Registration and Census	76.284	0.000	76.284	74.466	0.000	74.466	(1.818)	(2.38)	0.27
14.16	Fines on violation of EAA (NEC)	0.880	0.000	0.880	6.882	0.003	6.879	6.000	681.91	0.02
14.17	Bhutan Narcotic Control Agency	0.105	0.000	0.105	0.413	0.000	0.413	0.308	294.13	0.00
14.18	Tourism Council of Bhutan	0.261	0.000	0.261	1.274	0.000	1.274	1.013	387.69	0.00
14.19	Bhutan Standard Bureau	0.087	0.000	0.087	2.212	0.000	2.212	2.125	2,437.99	0.01
14.20	Drug Regularity Authority	0.000	0.000	0.000	2.459	0.000	2.459	2.459	0.00	0.01
14.21	Fines on violation of occupational health and safety regulations	0.023	0.000	0.023	0.159	0.000	0.159	0.137	600.88	0.00
15	Capital Revenue	110.063	0.001	110.062	120.450	0.000	120.450	10.387	9.44	0.43
15.1	Sale of govt. properties/assets	24.231	0.000	24.231	58.214	0.000	58.214	33.983	140.25	0.21
15.2	Sale proceeds of agricultural products	3.099	0.000	3.099	2.024	0.000	2.024	(1.075)	(34.68)	0.01
15.3	Coal mine bid value	18.235	0.000	18.235	18.236	0.000	18.236	0.001	0.01	0.06
15.4	Gypsum mine bid value	31.577	0.000	31.577	31.577	0.000	31.577	0.000	0.00	0.11
15.5	Other sale proceeds	27.300	0.000	27.300	2.498	0.000	2.498	(24.802)	(90.85)	0.01
15.6	Tender document sales	5.622	0.001	5.621	7.901	0.000	7.901	2.279	40.55	0.03
16	Other Non-Tax Revenue	116.992	1.617	115.374	92.488	5.782	86.706	(28.669)	(24.85)	0.31
16.1	Security/earnest money	5.854	0.000	5.854	17.765	0.090	17.675	11.821	201.94	0.06
16.2	Audit recovery account	25.727	0.000	25.727	12.579	0.000	12.579	(13.148)	(51.11)	0.04
16.3	Liquidated Damages	0.000	0.000	0.000	56.922	0.000	56.922	56.922	0.00	0.20
16.4	Other dues and recoveries	85.411	1.617	83.793	5.222	5.692	(0.471)	(84.264)	(100.56)	(0.00)
17	Interest on loan from corp.	2,031.435	0.00	2,031.435	2,154.954	0.000	2,154.954	123.519	6.08	7.69
	Total Revenue (A+B)	25,665.773	524.743	25,141.030	28,541.616	507.804	28,033.812	2,892.782	11.51	100

ANNEXURES II

Regional Revenue & Customs Office Thimphu

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	11,968.459	11,238.838	11,468.971	729.621	6.49	499.488	4.36
I	Direct Tax	9,539.873	8,924.914	8,883.454	614.959	6.89	656.419	7.39
1	Corporate Income Tax	6,499.985	5,673.071	5,506.241	826.914	14.58	993.743	18.05
1.1	DHI	918.812	1,602.715	1,569.408	(683.903)	(42.67)	(650.596)	(41.45)
1.2	DGPCL (Tala)	2,630.942	2,183.260	2,134.066	447.682	20.51	496.876	23.28
1.3	BOBL	388.996	181.291	139.043	207.705	114.57	249.953	179.77
1.4	RICBL	223.754	103.268	181.088	120.486	116.67	42.666	23.56
1.5	BNBL	456.334	217.108	321.031	239.226	110.19	135.303	42.15
1.6	NRDCL	6.877	3.205	3.192	3.672	114.58	3.686	115.48
1.7	Bhutan Tourism Corporation Ltd	0.979	0.000	0.000	0.979	0.00	0.979	0.00
1.8	BPCL	775.470	500.768	415.285	274.702	54.86	360.186	86.73
1.9	Bhutan Telecom	285.163	116.084	255.484	169.079	145.65	29.679	11.62
1.10	Kuensel Corporation	6.751	3.319	6.145	3.432	103.39	0.606	9.86
1.11	Singye Group of Companies	1.707	0.000	0.764	1.707	0.00	0.942	123.25
1.12	Bhutan Post	0.000	0.455	3.865	(0.455)	(100.00)	(3.865)	(100.00)
1.13	Other CIT	800.738	127.868	455.477	672.870	526.22	345.261	75.8
1.14	TDS on CIT	0.309	633.730	21.393	(633.421)	(99.95)	(21.085)	(98.56)
1.15	Fines & penalties	3.153	0.000	0.00	3.153	0.00	3.153	0.00
2	Business Income Tax	527.409	889.251	856.917	(361.842)	(40.69)	(329.508)	(38.45)
2.1	Business income tax	171.646	372.120	141.73	(200.474)	(53.87)	29.912	21.10
2.2	TDS on BIT	355.763	517.131	715.183	(161.368)	(31.20)	(359.420)	(50.26)
3	Personal Income Tax	1,046.529	911.760	903.148	134.769	14.78	143.380	15.88
3.1	TDS on PIT	890.939	790.265	735.899	100.674	12.74	155.041	21.07
3.1.1	Salary	827.655	599.942	596.78	227.713	37.96	230.871	38.69
3.1.2	Rental Income	17.176	13.661	15.492	3.515	25.73	1.685	10.87
3.1.3	Interest	18.488	12.922	35.541	5.566	43.07	(17.053)	(47.98)
3.1.4	Dividend	15.346	14.529	38.594	0.817	5.63	(23.247)	(60.24)
3.1.5	Other sources	12.274	149.211	49.488	(136.937)	(91.77)	(37.214)	(75.20)
3.2	Final personal income tax	152.145	118.552	162.515	33.593	28.34	(10.370)	(6.38)
3.3	Fines & penalties	3.444	2.943	4.735	0.501	17.04	(1.290)	(27.25)
4	Other Direct Tax Revenue	1,465.951	1,450.832	1,617.147	15.119	1.04	(151.196)	(9.35)
4.1	Motor vehicle tax	23.887	111.899	104.442	(88.012)	(78.65)	(80.556)	(77.13)
4.2	Business & professional licence	45.481	69.697	65.323	(24.216)	(34.75)	(19.843)	(30.38)
4.3	Airport service tax	16.843	0.000	0.000	16.843	0.00	16.843	0.00
4.4	Dzongkhag municipal tax	0.514	0.897	0.926	(0.383)	(42.75)	(0.413)	(44.57)
4.5	Health contribution	102.772	0.000	88.166	102.772	0.00	14.606	16.57
5.6	Royalties	1,276.455	1,268.339	1,358.289	8.116	0.64	(81.834)	(6.02)
5.6.1	Forestry products	14.897	16.703	17.083	(1.806)	(10.81)	(2.185)	(12.79)
5.6.2	Mines & minerals	11.021	8.495	8.358	2.526	29.73	2.663	31.86
5.6.3	Tourism	1,161.767	1,243.141	1,319.277	(81.374)	(6.55)	(157.510)	(11.94)
5.6.4	Hydropower	88.769	0.000	13.571	88.769	0.00	75.198	554.11
II	Indirect Tax	2,428.586	2,313.924	2,585.517	114.663	4.96	(156.931)	(6.07)

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
6	Sales Tax	357.527	248.739	262.453	108.788	43.74	95.075	36.23
6.1	Sales tax on goods & commodities	5.811	4.347	5.471	1.464	33.68	0.340	6.22
6.2	Sales tax on petroleum products	0.000	0.000	0.000	0.000	0.00	0.000	0.00
6.3	Sales tax on hotel & restaurant	164.102	115.078	163.523	49.024	42.60	0.579	0.35
6.4	Sales tax on cable tv & cinema	8.473	6.007	7.970	2.466	41.05	0.503	6.31
6.5	Sales tax on beer, aerated water & alcoholic drinks	1.042	0.362	0.447	0.680	187.85	0.595	133.12
6.6	Sales Tax on telecom services	178.099	122.945	85.042	55.154	44.86	93.057	109.43
7	Excise Duty	2,042.423	2,034.471	2,293.069	7.952	0.39	(250.646)	(10.93)
7.1	Distillery products	98.433	91.471	87.532	6.962	7.61	10.901	12.45
7.2	Excise duty refund from GOI	1,943.989	1,943.000	2,205.537	0.989	0.05	(261.547)	(11.86)
7	Customs Duty	8.155	9.453	9.747	(1.298)	(13.73)	(1.592)	(16.33)
7.1	Goods	8.155	9.453	9.747	(1.298)	(13.73)	(1.592)	(16.33)
7.2	Customs service charges	0.000	0.000	0.000	0.000	0.00	0.000	0.00
8	Other Indirect Tax Revenue	20.469	21.192	20.182	(0.723)	(3.41)	0.286	1.42
8.1	Stamp duty	20.469	21.192	20.182	(0.723)	(3.41)	0.286	1.42
9	Green Tax	0.013	0.069	0.067	(0.056)	(81.71)	(0.054)	(81.17)
9.1	Green tax on motor vehicle	0.013	0.000	0.067	0.013	0.00	(0.054)	(81.17)
9.2	Green tax on fuel	0.000	0.069	0.000	(0.069)	(100.00)	0.000	0.00
B	Non -Tax Revenue	7,333.521	7,266.863	6,175.566	66.658	0.92	1,157.955	18.75
10	Admns. Fees & charges	213.493	77.350	74.334	136.143	176.01	139.159	187.21
10.1	Judiciary fees & charges	10.744	2.719	10.647	8.025	295.14	0.097	0.91
10.2	House rent	17.107	3.736	3.630	13.371	357.90	13.477	371.23
10.3	Hire charges	0.053	0.020	0.081	0.033	165.80	(0.028)	(34.35)
10.4	Rural life insurance	3.144	0.774	3.049	2.370	306.25	0.096	3.14
10.5	Motor vehicle fees & charges	145.417	39.304	31.436	106.113	269.98	113.982	362.58
10.6	Surcharge on passenger	10.090	0.000	0.000	10.090	0.00	10.090	0.00
10.7	Rental income from mines	2.508	0.631	2.700	1.877	297.43	(0.193)	(7.13)
10.8	Other admn. charges & fees	24.429	30.166	22.791	(5.737)	(19.02)	1.639	7.19
11	Dividend	3,785.694	3,843.322	3,692.133	(57.628)	(1.50)	93.561	2.53
11.1	DHI companies	1,848.454	1,850.000	1,811.733	(1.546)	(0.08)	36.721	2.03
11.2	DGPCL (THPA)	1,932.100	1,889.667	1,876.739	42.433	2.25	55.361	2.95
11.3	Other dividends	5.140	103.655	3.661	(98.515)	(95.04)	1.479	40.38
12	Transfer of Profit(RMA)	788.678	788.678	0.000	(0.000)	(0.00)	788.678	0.00
13	Revenue from Govt. Depts.	256.437	262.519	286.642	(6.082)	(2.32)	(30.206)	(10.54)
13.1	Division of Roads	0.000	0.000	1.773	0.000	0.00	(1.773)	(100.00)
13.2	Municipal Revenue	1.618	0.287	0.243	1.331	463.60	1.375	566.45
13.3	Information and Media	10.872	1.922	61.229	8.950	465.67	(50.357)	(82.24)
13.4	Contractor Development Board	17.195	3.030	14.603	14.165	467.48	2.592	17.75
13.5	Department of Civil Aviation	11.253	4.771	0.022	6.482	135.87	11.231	51519.92
13.6	Livestock	2.350	0.063	3.043	2.287	3630.41	(0.693)	(22.77)
12.7	Agriculture	0.561	0.068	1.413	0.493	724.63	(0.852)	(60.31)
12.8	Forest	10.384	1.551	7.093	8.833	569.48	3.291	46.40
12.9	National Land Commission	1.226	217.113	1.329	(215.887)	(99.44)	(0.103)	(7.74)

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
12.10	Industrial plot/shed rent	2.110	0.374	3.336	1.736	464.17	(1.226)	(36.74)
12.11	Other division of trade & industry	11.036	0.000	0.056	11.036	0.00	10.980	19736.96
12.12	Passport & visa fees	135.894	25.532	149.276	110.362	432.25	(13.382)	(8.96)
12.13	Education	4.208	0.744	1.853	3.464	465.58	2.355	127.15
12.14	Health	7.983	1.412	1.906	6.571	465.36	6.077	318.88
12.15	Civil Registration and Census	32.254	4.888	38.616	27.366	559.86	(6.362)	(16.47)
12.16	Fines on violation of EAA (NEC)	2.668	0.469	0.498	2.199	468.85	2.169	435.26
12.17	Bhutan Narcotic Control Agency	0.396	0.070	0.093	0.326	466.41	0.303	325.24
12.18	Tourism Council of Bhutan	1.272	0.225	0.261	1.047	465.27	1.011	386.93
12.19	Bhutan Standard Bureau	1.817	0.000	0.000	1.817	0.00	1.817	0.00
12.20	Drug Regularity Authority	1.235	0.000	0.000	1.235	0.00	1.235	0.00
12.21	Fines on violation of occupational health and safety regulations	0.106	0.000	0.000	0.106	0.00	0.106	0.00
13	Capital Revenue	66.060	26.378	25.122	39.682	150.44	40.938	162.96
13.1	Sale of govt. properties/ assets	58.082	22.614	21.612	35.468	156.84	36.471	168.75
13.2	Sale proceeds of agricultural products	0.302	0.000	0.000	0.302	0.00	0.302	0.00
13.3	Coal mine bid value	0.000	0.000	0.000	0.000	0.00	0.000	0.00
13.4	Gypsum mine bid value	0.000	0.000	0.000	0.000	0.00	0.000	0.00
13.5	Other sale proceeds	1.443	1.358	0.480	0.085	6.26	0.963	200.68
13.6	Tender document sales	6.233	2.406	3.030	3.827	159.08	3.203	105.70
14	Other Non-Tax Revenue	68.204	71.487	65.899	(3.283)	(4.59)	2.305	3.50
14.1	Security/earnest money	16.319	38.380	0.133	(22.061)	(57.48)	16.186	12137.55
14.2	Audit recovery account	11.610	27.302	25.727	(15.692)	(57.48)	(14.117)	(54.87)
14.3	Liquidated Damages	36.717	0.000	0.000	36.717	0.00	36.717	0.00
14.4	Other dues and recoveries	3.558	5.805	40.039	(2.247)	(38.70)	(36.481)	(91.11)
15	Interest on loan from corp.	2,154.954	2,197.129	2,031.435	(42.175)	(1.92)	123.519	6.08
15.1	GOI Loan	1,344.561	1,344.560	1,344.561	0.001	0.00	0.000	0.00
15.2	On-Lending Loan	810.394	852.569	686.875	(42.175)	(4.95)	123.519	17.98
	Total Revenue (A+B)	19,301.980	18,505.701	17,644.537	796.279	4.30	1,657.443	9.39

ANNEXURES II

Regional Revenue & Customs Office Bumthang

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	266.339	297.408	300.703	(31.069)	(10.45)	(34.364)	(11.43)
I	Direct Tax	250.093	283.451	285.979	(33.358)	(11.77)	(35.886)	(12.55)
1	Corporate Income Tax	130.548	46.447	49.046	84.101	181.07	81.501	166.17
1.1	Other CIT	130.548	46.447	49.046	84.101	181.07	81.501	166.17
2	Business Income Tax	24.288	142.041	136.876	(117.753)	(82.90)	(112.589)	(82.26)
2.1	Business income tax	4.777	7.041	5.879	(2.264)	(32.16)	(1.103)	(18.76)
2.2	TDS on BIT	19.511	135.000	130.997	(115.489)	(85.55)	(111.486)	(85.11)
3	Personal Income Tax	70.098	61.589	61.007	8.509	13.82	9.091	14.90
3.1	TDS on PIT	68.510	60.855	59.972	7.655	12.58	8.538	14.24
3.1.1	Salary Tax	66.513	60.002	59.163	6.511	10.85	7.349	12.42
3.1.2	Rental Income	0.946	0.350	0.349	0.596	170.27	0.597	171.04
3.1.3	Interest	0.000	0.125	0.251	(0.125)	(100.00)	(0.251)	(100.00)
3.1.4	Other sources	1.051	0.378	0.209	0.673	178.16	0.843	403.60
3.2	Final personal income tax	1.215	0.450	0.997	0.765	169.89	0.217	21.79
3.3	Fines & penalties	0.374	0.284	0.038	0.090	31.56	0.335	877.72
4	Other Direct Tax Revenue	25.160	33.374	39.050	(8.214)	(24.61)	(13.890)	(35.57)
4.1	Motor vehicle tax	1.167	15.411	14.384	(14.244)	(92.43)	(13.217)	(91.89)
4.2	Business & professional licence	3.839	3.476	3.258	0.363	10.45	0.581	17.83
4.3	Dzongkhag municipal tax	0.043	1.248	1.288	(1.205)	(96.54)	(1.245)	(96.65)
4.4	Health contribution	9.061	0.000	6.580	9.061	0.00	2.481	37.70
4.6	Royalties	11.050	13.239	13.539	(2.189)	(16.54)	(2.490)	(18.39)
4.6.1	Forestry products	10.656	13.224	13.524	(2.568)	(19.42)	(2.868)	(21.21)
4.6.1	Mines & minerals	0.393	0.015	0.015	0.378	2,522.77	0.378	2483.17
II	Indirect Tax	16.246	13.957	14.724	2.289	16.40	1.523	10.34
5	Sales Tax	16.100	13.920	14.688	2.180	15.66	1.412	9.62
5.1	Sales tax on goods & commodities	0.059	0.000	0.033	0.059	0.00	0.026	80.53
5.2	Sales tax on hotel & restaurant	13.061	11.983	12.504	1.078	9.00	0.557	4.45
5.3	Sales tax on cable tv & cinema	1.761	0.985	1.064	0.776	78.79	0.697	65.54
5.4	Sales tax on beer, aerated water & alcoholic drinks	1.219	0.952	1.087	0.267	28.02	0.132	12.13
6	Excise Duty	0.146	0.037	0.036	0.109	294.67	0.110	308.08
6.1	Distillery products	0.146	0.037	0.036	0.109	294.67	0.110	308.08
B	Non -Tax Revenue	39.083	21.625	21.147	17.458	80.73	17.936	84.81
7	Admns. Fees & charges	23.889	11.140	10.705	12.749	114.44	13.183	123.15
7.1	Judiciary fees & charges	0.786	3.167	3.167	(2.381)	(75.19)	(2.381)	(75.19)
7.2	House rent	2.879	0.812	0.275	2.067	254.51	2.603	945.38
7.3	Hire charges	0.309	2.395	2.395	(2.086)	(87.10)	(2.086)	(87.10)
7.4	Rural life insurance	1.458	0.245	0.245	1.212	494.25	1.212	494.25

Sl. No	Source of Revenue	FY 2015-16		2014-15	Achievement to Target		Collection compared to	
		Total collection	Target	Actual	Nu	%	Nu	%
7.5	Motor vehicle fees & charges	17.446	2.954	2.641	14.492	490.58	14.804	560.48
7.6	Other admn. charges & fees	1.012	1.567	1.982	(0.555)	(35.39)	(0.969)	(48.91)
8	Revenue from Govt. Depts.	9.534	4.547	4.964	4.987	109.68	4.570	92.06
8.1	Municipal Revenue	1.173	1.149	0.033	0.024	2.12	1.140	3457.41
8.2	Information and Media	0.386	0.000	0.000	0.386	0.00	0.386	0.00
8.3	Livestock	0.231	0.604	1.048	(0.373)	(61.68)	(0.816)	(77.91)
8.4	Agriculture	0.148	0.056	0.014	0.092	163.66	0.134	947.53
8.5	Forest	1.794	1.150	2.132	0.644	56.01	(0.338)	(15.85)
8.6	National Land Commission	0.703	0.115	0.111	0.588	511.66	0.593	536.02
8.7	Industrial plot/shed rent	1.174	0.000	0.000	1.174	0.00	1.174	0.00
8.8	Other division of trade & industry	0.003	0.000	1.000	0.003	0.00	(0.997)	(99.70)
8.9	Education	2.490	1.369	0.137	1.121	81.91	2.353	1719.12
8.10	Health	0.318	0.094	0.093	0.224	238.71	0.226	243.46
8.11	Civil Registration and Census	0.930	0.000	0.060	0.930	0.00	0.869	1439.49
8.12	Fines on violation of EAA (NEC)	0.153	0.000	0.327	0.153	0.00	(0.174)	(53.21)
8.13	Bhutan Narcotic Control Agency	0.017	0.010	0.010	0.007	67.20	0.007	67.20
8.14	Bhutan Standard Bureau	0.011	0.000	0.000	0.011	0.00	0.011	0.00
8.15	Drug Regularity Authority	0.002	0.000	0.000	0.002	0.00	0.002	0.00
9	Capital Revenue	0.174	0.123	0.117	0.051	41.54	0.057	48.93
9.1	Sale of govt. properties/ assets	0.000	0.011	0.007	(0.011)	(100.00)	(0.007)	(100.00)
9.2	Sale proceeds of agricultural products	0.011	0.000	0.000	0.011	0.00	0.011	0.00
9.3	Other sale proceeds	0.041	0.000	0.000	0.041	0.00	0.041	0.00
9.4	Tender document sales	0.122	0.112	0.110	0.010	9.21	0.012	11.29
10	Other Non-Tax Revenue	5.486	5.815	5.361	(0.329)	(5.66)	0.125	2.33
10.1	Security/earnest money	0.015	0.815	0.000	(0.800)	(98.16)	0.015	0.00
10.2	Liquidated Damages	4.975	5.000	5.361	(0.025)	(0.49)	(0.385)	(7.19)
10.3	Other dues and recoveries	0.496	0.000	0.000	0.496	0.00	0.496	0.00
	Total Revenue (A+B)	305.422	319.033	321.850	(13.611)	(4.27)	(16.428)	(5.10)

ANNEXURES II

Regional Revenue & Customs Office Gelephu

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	432.883	416.033	432.284	16.850	4.05	0.599	0.14
I	Direct Tax	239.687	239.964	255.009	(0.277)	(0.12)	(15.323)	(6.01)
1	Corporate Income Tax	30.935	27.314	28.842	3.621	13.26	2.093	7.26
1.1	Other CIT	30.935	27.314	28.842	3.621	13.26	2.093	7.26
2	Business Income Tax	64.609	82.509	79.509	(17.900)	(21.70)	(14.900)	(18.74)
2.1	Business income tax	13.286	10.024	9.660	3.262	32.54	3.626	37.54
2.2	TDS on BIT	51.323	72.485	69.849	(21.162)	(29.20)	(18.526)	(26.52)
3	Personal Income Tax	107.818	89.733	88.886	18.085	20.15	18.932	21.30
3.1	TDS on PIT	102.193	86.054	85.242	16.139	18.75	16.951	19.89
3.2	Salary Tax	99.829	83.496	82.708	16.333	19.56	17.122	20.70
3.3	Rental Income	1.793	1.406	1.393	0.387	27.51	0.400	28.69
3.4	Interest	0.000	0.273	0.270	(0.273)	(100.00)	(0.270)	(100.00)
3.5	Other sources	0.571	0.879	0.871	(0.308)	(35.04)	(0.300)	(34.42)
3.6	Final personal income tax	5.067	3.390	3.358	1.677	49.47	1.709	50.89
3.7	Fines & penalties	0.557	0.289	0.286	0.268	92.86	0.272	95.18
4	Other Direct Tax Revenue	36.326	40.408	57.773	(4.082)	(10.10)	(21.447)	(37.12)
4.1	Motor vehicle tax	4.722	27.380	25.555	(22.658)	(82.75)	(20.834)	(81.52)
4.2	Business & professional licence	8.187	8.737	8.189	(0.550)	(6.29)	(0.002)	(0.02)
4.3	Dzongkhag municipal tax	0.125	0.542	0.559	(0.417)	(77.02)	(0.435)	(77.73)
4.4	Health contribution	18.084	0.000	19.635	18.084	0.00	(1.551)	(7.90)
4.6	Royalties	5.208	3.749	3.835	1.459	38.92	1.373	35.82
4.6.1	Forestry products	5.208	3.749	3.835	1.459	38.92	1.373	35.82
II	Indirect Tax	193.196	176.069	177.274	17.127	9.73	15.921	8.98
5	Sales Tax	89.338	81.158	85.632	8.180	10.08	3.706	4.33
5.1	Sales tax on goods & commodities	67.349	43.068	45.443	24.281	56.38	21.906	48.21
5.2	Sales tax on petroleum products	18.058	34.958	36.885	(16.900)	(48.34)	(18.826)	(51.04)
5.3	Sales tax on hotel & restaurant	1.443	1.328	1.401	0.115	8.65	0.042	2.97
5.4	Sales tax on cable tv & cinema	2.440	1.804	1.903	0.636	35.26	0.537	28.22
5.5	Sales tax on beer, aerated water & alcoholic drinks	0.048	0.000	0.000	0.048	0.00	0.048	0.00
6	Excise Duty	56.794	50.145	47.985	6.649	13.26	8.809	18.36
6.1	Distillery products	56.794	50.145	47.985	6.649	13.26	8.809	18.36
7	Customs Duty	0.103	0.000	0.000	0.103	0.00	0.103	0.00
7.1	Goods	0.103	0.000	0.000	0.103	0.00	0.103	0.00
8	Green Tax	46.962	44.766	43.658	2.196	4.90	3.304	7.57
8.1	Green tax on motor vehicle	0.597	0.096	0.094	0.501	521.49	0.503	535.23
8.2	Green tax on fuel	46.365	44.670	43.564	1.695	3.79	2.801	6.43

Sl. No	Source of Revenue	FY 2015-16	2014-15 Actual	Achievement to Target		Collection compared to 2014-15		
		Total collection	Target	Collection	Nu	%	Nu	%
B	Non -Tax Revenue	118.973	89.802	89.987	29.171	32.48	28.986	32.21
9	Admns. Fees & charges	74.327	33.146	31.854	41.181	124.24	42.473	133.33
9.1	Judiciary fees & charges	3.016	4.199	4.037	(1.183)	(28.18)	(1.021)	(25.29)
9.2	House rent	11.828	1.444	1.388	10.384	719.14	10.441	752.36
9.3	Hire charges	0.006	0.000	0.000	0.006	0.00	0.006	0.00
9.4	Rural life insurance	5.078	10.034	5.562	(4.956)	(49.40)	(0.485)	(8.71)
9.5	Motor vehicle fees & charges	33.952	6.365	6.117	27.587	433.42	27.835	455.08
9.6	Depot surcharge on petroleum products	14.700	5.788	9.643	8.912	153.97	5.057	52.44
9.7	Rental income from mines	0.012	0.083	0.080	(0.071)	(85.16)	(0.067)	(84.51)
9.8	Other admn. charges & fees	5.735	5.233	5.029	0.502	9.60	0.706	14.05
10	Revenue from Govt. Depts.	38.849	34.019	37.146	4.830	14.20	1.703	4.58
10.1	Municipal Revenue	0.017	0.136	0.150	(0.119)	(87.24)	(0.133)	(88.45)
10.2	Information and Media	0.324	0.000	0.000	0.324	0.00	0.324	0.00
10.3	Contractor Development Board	0.030	0.000	0.000	0.030	0.00	0.030	0.00
10.4	Livestock	16.856	14.058	15.350	2.798	19.91	1.507	9.82
10.5	Agriculture	0.111	0.095	0.104	0.016	16.57	0.007	6.44
10.6	Forest	3.432	4.265	4.658	(0.833)	(19.53)	(1.226)	(26.32)
10.7	National Land Commission	2.489	0.494	0.539	1.995	403.76	1.950	361.90
10.8	Industrial plot/shed rent	0.345	0.000	0.000	0.345	0.00	0.345	0.00
10.9	Other division of trade & industry	0.056	0.006	0.007	0.050	828.00	0.049	726.11
10.10	Passport & visa fees	0.023	0.000	0.000	0.023	0.00	0.023	0.00
10.11	Education	0.275	1.038	1.133	(0.763)	(73.54)	(0.859)	(75.76)
10.12	Health	5.750	3.058	3.339	2.692	88.04	2.412	72.24
10.13	Civil Registration and Census	8.289	10.845	11.842	(2.556)	(23.57)	(3.553)	(30.00)
10.14	Fines on violation of EAA (NEC)	0.663	0.024	0.025	0.639	2660.68	0.638	2550.25
10.15	Bhutan Standard Bureau	0.105	0.000	0.000	0.105	0.00	0.105	0.00
10.16	Drug Regularity Authority	0.066	0.000	0.000	0.066	0.00	0.066	0.00
10.17	Fines on violation of occupational health and safety regulations	0.019	0.000	0.000	0.019	0.00	0.019	0.00
13	Capital Revenue	1.473	3.925	3.738	(2.452)	(62.48)	(2.265)	(60.59)
13.1	Sale of govt. properties/ assets	0.010	1.304	1.242	(1.294)	(99.21)	(1.232)	(99.17)
13.2	Sale proceeds of agricultural products	0.715	1.839	1.751	(1.124)	(61.10)	(1.035)	(59.13)
13.5	Other sale proceeds	0.177	0.000	0.000	0.177	0.00	0.177	0.00
13.4	Tender document sales	0.570	0.782	0.745	(0.212)	(27.07)	(0.175)	(23.44)
14	Other Non-Tax Revenue	4.324	18.712	17.249	(14.388)	(76.89)	(12.925)	(74.93)
14.1	Security/earnest money	0.510	0.000	0.048	0.510	0.00	0.462	973.10
14.2	Liquidated Damages	3.316	0.000	0.000	3.316	0.00	3.316	0.00
14.3	Other dues and recoveries	0.498	18.712	17.201	(18.214)	(97.34)	(16.703)	(97.10)
Total Revenue (A+B)		551.856	505.835	522.271	46.021	9.10	29.585	5.66

ANNEXURES II

Regional Revenue & Customs Office Mongar

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	201.454	165.271	186.969	36.182	21.89	14.485	7.75
I	Direct Tax	183.752	149.198	171.303	34.554	23.16	12.448	7.27
1	Corporate Income Tax	15.461	4.806	5.075	10.655	221.68	10.386	204.64
1.1	Other CIT	15.461	4.806	5.075	10.655	221.68	10.386	204.64
2	Business Income Tax	46.883	35.115	33.838	11.768	33.51	13.045	38.55
2.1	Business income tax	10.428	6.629	6.388	3.799	57.30	4.040	63.24
2.2	TDS on BIT	36.455	28.485	27.450	7.970	27.98	9.005	32.81
3	Personal Income Tax	89.542	72.599	71.913	16.944	23.34	17.629	24.51
3.1	TDS on PIT	85.461	69.281	68.627	16.180	23.35	16.834	24.53
3.2	Salary Tax	85.218	68.475	67.828	16.743	24.45	17.390	25.64
3.3	Rental Income	0.234	0.255	0.252	(0.021)	(8.07)	(0.018)	(7.19)
3.4	Interest	0.000	0.389	0.385	(0.389)	(100)	(0.385)	(100)
3.6	Other sources	0.008	0.162	0.161	(0.154)	(94.99)	(0.153)	(94.94)
3.7	Final personal income tax	3.793	3.096	3.067	0.696	22.49	0.726	23.66
3.8	Fines & penalties	0.289	0.221	0.219	0.068	30.53	0.070	31.77
4	Other Direct Tax Revenue	31.865	36.678	60.477	(4.813)	(13.12)	(28.612)	(47.31)
4.1	Motor vehicle tax	2.399	18.360	17.136	(15.961)	(86.93)	(14.737)	(86.00)
4.2	Business & professional licence	6.653	6.552	6.141	0.101	1.54	0.512	8.34
4.3	Dzongkhag municipal tax	2.337	4.459	4.603	(2.122)	(47.59)	(2.266)	(49.23)
4.4	Health contribution	14.799	0.000	25.127	14.799	0.00	(10.328)	(41.10)
4.6	Royalties	5.678	7.307	7.471	(1.629)	(22.29)	(1.792)	(23.99)
4.6.1	Forestry products	5.627	7.237	7.402	(1.610)	(22.25)	(1.775)	(23.98)
4.6.2	Mines & minerals	0.051	0.070	0.069	(0.019)	(26.57)	(0.017)	(25.37)
II	Indirect Tax	17.702	16.074	15.666	1.628	10.13	2.036	13.00
5	Sales Tax	2.858	2.892	3.052	(0.035)	(1.19)	(0.194)	(6.36)
5.1	Sales tax on hotel & restaurant	0.889	1.012	1.068	(0.123)	(12.20)	(0.179)	(16.78)
5.2	Sales tax on cable tv & cinema	1.909	1.880	1.984	0.028	1.51	(0.075)	(3.80)
5.3	Sales tax on beer, aerated water & alcoholic drinks	0.061	0.000	0.000	0.061	0.00	0.061	0.00
6	Excise Duty	14.844	13.181	12.614	1.663	12.61	2.230	17.68
6.1	Distillery products	14.844	13.181	12.614	1.663	12.61	2.230	17.68
B	Non -Tax Revenue	70.362	29.997	29.471	40.365	134.57	40.891	138.75
7	Admns. Fees & charges	47.673	20.031	19.250	27.642	137.99	28.423	147.65
7.1	Judiciary fees & charges	1.544	2.737	2.631	(1.193)	(43.59)	(1.087)	(41.30)
7.2	House rent	14.839	3.649	3.507	11.190	306.65	11.332	323.15
7.3	Hire charges	0.002	0.533	0.512	(0.531)	(99.72)	(0.511)	(99.71)
7.4	Rural life insurance	6.898	7.567	7.272	(0.670)	(8.85)	(0.375)	(5.15)

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
7.5	Motor vehicle fees & charges	22.470	3.778	3.631	18.692	494.70	18.839	518.83
7.6	Rental income from mines	0.173	0.028	0.027	0.145	510.44	0.146	535.21
7.7	Other admn. charges & fees	1.747	1.738	1.670	0.009	0.54	0.077	4.62
8	Revenue from Govt. Depts.	15.923	5.955	6.503	9.968	167.38	9.421	144.88
8.1	Municipal Revenue	1.924	0.579	0.632	1.345	232.40	1.292	204.43
8.2	Information and Media	0.263	0.000	0.000	0.263	0.00	0.263	0.00
8.3	Livestock	4.230	3.191	3.484	1.039	32.57	0.746	21.41
8.4	Agriculture	0.068	0.147	0.161	(0.079)	(53.46)	(0.092)	(57.38)
8.5	Forest	3.472	0.549	0.600	2.923	532.25	2.873	479.04
8.6	National Land Commission	1.044	0.350	0.382	0.694	198.10	0.661	173.01
8.7	Industrial plot/shed rent	0.066	0.000	0.000	0.066	0.00	0.066	0.00
8.8	Other division of trade & industry	0.069	0.000	0.000	0.069	0.00	0.069	0.00
8.9	Education	0.623	0.595	0.649	0.029	4.80	(0.026)	(4.02)
8.10	Health	0.452	0.136	0.148	0.316	233.37	0.304	205.31
8.11	Civil Registration and Census	2.631	0.296	0.323	2.335	790.12	2.308	715.21
8.12	Fines on violation of EAA (NEC)	0.270	0.018	0.020	0.251	1372.04	0.250	1248.16
8.13	Bhutan Standard Bureau	0.017	0.080	0.087	(0.063)	(78.43)	(0.070)	(80.25)
8.14	Drug Regularity Authority	0.794	0.000	0.000	0.794	0.00	0.794	0.00
8.15	Fines on violation of occupational health and safety regulations	0.000	0.015	0.016	(0.015)	(100)	(0.016)	(100)
9	Capital Revenue	0.789	0.715	0.681	0.075	10.47	0.109	16.00
9.1	Sale of govt. properties/ assets	0.000	0.437	0.417	(0.437)	(100)	(0.417)	(100)
9.2	Sale proceeds of agricultural products	0.369	0.000	0.000	0.369	0.00	0.369	0.00
9.3	Other sale proceeds	0.292	0.000	0.000	0.292	0.00	0.292	0.00
9.4	Tender document sales	0.128	0.277	0.264	(0.149)	(53.84)	(0.136)	(51.53)
10	Other Non-Tax Revenue	5.976	3.296	3.038	2.681	81.33	2.938	96.71
10.1	Security/earnest money	0.677	0.000	0.000	0.677	0.00	0.677	0.00
10.2	Audit recovery account	0.961	0.000	0.000	0.961	0.00	0.961	0.00
10.3	Liquidated Damages	4.326	0.000	0.000	4.326	0.00	4.326	0.00
10.4	Other dues and recoveries	0.012	3.296	3.038	(3.284)	(99.63)	(3.026)	(99.60)
	Total Revenue (A+B)	271.815	195.268	216.440	76.547	39.20	55.375	25.58

ANNEXURES II

Regional Revenue & Customs Office Paro

Nu in Million

Sl. No	Source of Revenue	FY 2015-16	2014-15 Actual	Achievement to Target		Collection compared to 2014-15		
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	524.250	418.461	430.406	105.789	25.28	93.844	21.80
I	Direct Tax	273.018	226.320	229.338	46.698	20.63	43.680	19.05
1	Corporate Income Tax	13.507	3.701	3.909	9.806	264.97	9.599	245.59
1.1	Other CIT	13.185	3.701	3.909	9.484	256.26	9.277	237.34
1.2	Fines & penalties	0.322	0.000	0.000	0.322	0.00	0.322	0.00
2	Business Income Tax	34.872	32.369	31.192	2.503	7.73	3.680	11.80
2.1	Business income tax	12.580	10.817	10.407	1.763	16.30	2.173	20.88
2.2	TDS on BIT	22.292	21.552	20.784	0.740	3.43	1.507	7.25
3	Personal Income Tax	146.545	101.589	100.630	44.956	44.25	45.915	45.63
3.1	TDS on personal income tax	139.679	96.001	95.094	43.678	45.50	44.585	46.89
3.2	Salary tax	134.692	89.700	88.847	44.992	50.16	45.845	51.60
3.3	Rental income	2.230	1.128	1.118	1.102	97.73	1.112	99.50
3.4	Interest	0.372	1.305	1.297	(0.933)	(71.50)	(0.925)	(71.32)
3.5	Dividend	0.000	0.225	0.224	(0.225)	(100)	(0.224)	(100)
3.6	Other sources	2.385	3.643	3.608	(1.258)	(34.54)	(1.223)	(33.91)
3.7	Final personal income tax	6.375	5.348	5.296	1.027	19.21	1.079	20.37
3.8	Fines & penalties	0.490	0.240	0.239	0.250	104.31	0.251	105.00
4	Other Direct Tax Revenue	78.095	88.661	93.608	(10.566)	(11.92)	(15.513)	(16.57)
4.1	Motor vehicle tax	2.024	15.752	14.702	(13.728)	(87.15)	(12.678)	(86.23)
4.2	Business & professional licence	0.014	0.000	0.000	0.014	0.00	0.014	0.00
4.3	Airport service tax	47.301	64.942	59.129	(17.642)	(27.17)	(11.829)	(20.00)
4.4	Dzongkhag municipal tax	0.803	0.793	0.819	0.010	1.21	(0.016)	(1.99)
4.5	Health contribution	14.293	0.000	11.620	14.293	0.00	2.673	23.00
4.6	Royalties	13.660	7.174	7.337	6.486	90.40	6.322	86.17
4.6.1	Forestry products	13.631	7.174	7.337	6.457	90.00	6.294	85.78
4.6.2	Mines & minerals	0.029	0.000	0.000	0.029	0.00	0.029	0.00
II	Indirect Tax	251.232	192.141	201.068	59.091	30.75	50.163	24.95
5	Sales Tax	159.973	125.328	132.239	34.645	27.64	27.734	20.97
5.1	Sales tax on goods & commodities	42.321	19.201	20.321	23.120	120.41	22.000	108.26
5.2	Sales tax on hotel & restaurant	114.613	102.875	108.475	11.738	11.41	6.138	5.66
5.3	Sales tax on cable tv & cinema	2.715	3.252	3.443	(0.537)	(16.50)	(0.728)	(21.13)
5.4	Sales tax on beer, aerated water & alcoholic drinks	0.323	0.000	0.000	0.323	0.00	0.323	0.00
6	Excise Duty	0.002	0.790	0.755	(0.788)	(99.78)	(0.753)	(99.77)
6.1	Distillery products	0.002	0.790	0.755	(0.788)	(99.78)	(0.753)	(99.77)
7	Customs Duty	91.258	66.023	68.075	25.235	38.22	23.183	34.05
7.1	Goods	91.258	66.023	68.075	25.235	38.22	23.183	34.05
B	Non -Tax Revenue	139.094	144.042	146.553	(4.948)	(3.44)	(7.459)	(5.09)

Sl. No	Source of Revenue	FY 2015-16	2014-15 Actual	Achievement to Target		Collection compared to 2014-15		
		Total collection	Target	Collection	Nu	%	Nu	%
8	Admns. Fees & charges	82.571	67.248	64.626	15.323	22.79	17.945	27.77
8.1	Judiciary fees & charges	1.364	2.109	2.027	(0.745)	(35.31)	(0.663)	(32.70)
8.2	House rent	6.999	3.202	3.315	3.797	118.58	3.684	111.13
8.3	Hire charges	11.650	12.007	11.365	(0.357)	(2.98)	0.285	2.51
8.4	Rural life insurance	1.330	1.096	1.056	0.234	21.33	0.274	25.91
8.5	Motor vehicle fees & charges	29.502	4.523	4.567	24.979	552.27	24.935	545.97
8.6	Surcharge on passenger	28.380	37.270	35.478	(8.890)	(23.85)	(7.097)	(20.00)
8.7	Other admn. charges & fees	3.346	7.041	6.819	(3.695)	(52.48)	(3.472)	(50.93)
9	Revenue from Govt. Depts.	51.784	65.157	71.144	(13.373)	(20.52)	(19.360)	(27.21)
9.1	Municipal Revenue	0.604	0.066	0.073	0.538	815.77	0.531	728.91
9.2	Information and Media	0.528	0.000	0.000	0.528	0.00	0.528	0.00
9.3	Department of Civil Aviation	23.341	37.409	40.855	(14.068)	(37.61)	(17.514)	(42.87)
9.4	Livestock	3.367	0.931	2.672	2.436	261.70	0.696	26.04
9.5	Agriculture	0.369	1.034	1.034	(0.665)	(64.31)	(0.665)	(64.30)
9.6	Forest	8.947	7.514	8.536	1.433	19.07	0.412	4.82
9.7	National Land Commission	0.218	0.104	0.103	0.114	109.20	0.115	111.98
9.8	Industrial plot/shed rent	0.012	0.000	0.000	0.012	0.00	0.012	0.00
9.9	Passport & visa fees	10.009	17.461	17.282	(7.452)	(42.68)	(7.274)	(42.09)
9.10	Education	0.235	0.217	0.194	0.018	8.47	0.042	21.48
9.11	Health	0.417	0.256	0.256	0.161	63.05	0.162	63.27
9.12	Civil Registration and Census	3.694	0.163	0.139	3.531	2166.43	3.555	2557.75
9.13	Bhutan Narcotic Control Agency	0.000	0.002	0.002	(0.002)	(100)	(0.002)	(100)
9.14	Tourism Council of Bhutan	0.001	0.000	0.000	0.001	0.00	0.001	0.00
9.15	Bhutan Standard Bureau	0.035	0.000	0.000	0.035	0.00	0.035	0.00
9.16	Drug Regularity Authority	0.005	0.000	0.000	0.005	0.00	0.005	0.00
10	Capital Revenue	1.498	1.787	1.702	(0.289)	(16.17)	(0.204)	(12.00)
10.1	Sale of govt. properties/ assets	0.001	0.000	0.000	0.001	0.00	0.001	0.00
10.2	Sale proceeds of agricultural products	0.503	0.788	0.704	(0.285)	(36.21)	(0.202)	(28.63)
10.3	Other sale proceeds	0.479	0.000	0.000	0.479	0.00	0.479	0.00
10.4	Tender document sales	0.515	0.999	0.998	(0.484)	(48.44)	(0.483)	(48.38)
11	Other Non-Tax Revenue	3.241	9.850	9.080	(6.609)	(67.10)	(5.839)	(64.31)
11.1	Security/earnest money	0.243	9.850	0.150	(9.607)	(97.53)	0.093	61.75
11.2	Audit recovery account	0.008	0.000	0.000	0.008	0.00	0.008	0.00
11.3	Liquidated Damages	2.947	0.000	0.000	2.947	0.00	2.947	0.00
11.4	Other dues and recoveries	0.043	0.000	8.930	0.043	0.00	(8.887)	(99.52)
	Total Revenue (A+B)	663.344	562.503	576.959	100.841	17.93	86.385	14.97

ANNEXURES II

Regional Revenue & Customs Office Phuntsholing

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	5,484.841	4,541.610	4,685.895	943.231	20.77	798.946	17.05
I	Direct Tax	1,034.163	1,157.536	1,180.070	(123.373)	(10.66)	(145.906)	(12.36)
1	Corporate Income Tax	322.755	381.267	402.601	(58.512)	(15.35)	(79.846)	(19.83)
1.1	BFAL	34.441	50.000	89.323	(15.559)	(31.12)	(54.882)	(61.44)
1.2	AWPL	83.601	90.000	76.918	(6.399)	(7.11)	6.683	8.69
1.3	STCBL	33.182	38.000	4.424	(4.818)	(12.68)	28.758	650.07
1.4	BCCL	1.153	3.000	34.273	(1.847)	(61.57)	(33.120)	(96.64)
1.5	Bhutan Polythene Company Ltd.	5.649	10.000	2.014	(4.351)	(43.51)	3.635	180.45
1.6	Other CIT	161.810	185.767	195.639	(23.957)	(12.90)	(33.829)	(17.29)
1.7	TDS on CIT	1.586	2.500	0.010	(0.914)	(36.54)	1.577	16,086.35
1.8	Fines & penalties	1.333	2.000	0.000	(0.667)	(33.36)	1.333	0.00
2	Business Income Tax	334.754	352.323	339.512	(17.569)	(4.99)	(4.758)	(1.40)
2.1	Business income tax	239.366	250.000	178.398	(10.634)	(4.25)	60.968	34.18
2.2	TDS on BIT	95.388	102.323	161.114	(6.935)	(6.78)	(65.726)	(40.79)
3	Personal Income Tax	228.522	246.105	243.780	(17.583)	(7.14)	(15.258)	(6.26)
3.1	TDS on PIT	177.192	187.105	192.354	(9.913)	(5.30)	(15.162)	(7.88)
3.2	Salary	159.444	166.000	139.313	(6.556)	(3.95)	20.131	14.45
3.3	Rental Income	8.218	10.000	8.902	(1.782)	(17.82)	(0.684)	(7.68)
3.4	Interest	0.037	0.605	5.258	(0.568)	(93.84)	(5.221)	(99.29)
3.5	Dividend	9.048	10.000	34.573	(0.952)	(9.52)	(25.525)	(73.83)
3.6	Other sources	0.446	0.500	4.308	(0.054)	(10.87)	(3.862)	(89.65)
3.7	Final personal income tax	50.908	58.000	50.851	(7.092)	(12.23)	0.057	0.11
3.8	Fines & penalties	0.423	1.000	0.576	(0.577)	(57.73)	(0.153)	(26.59)
4	Other Direct Tax Revenue	148.132	177.841	194.176	(29.709)	(16.71)	(46.044)	(23.71)
4.1	Motor vehicle tax	7.006	51.963	48.501	(44.957)	(86.52)	(41.495)	(85.56)
4.2	Business & professional licence	16.957	17.832	16.713	(0.875)	(4.91)	0.243	1.46
4.3	Dzongkhag municipal tax	0.225	0.132	0.136	0.093	70.67	0.089	65.33
4.4	Health contribution	22.080	0.000	22.579	22.080	0.00	(0.499)	(2.21)
4.5	Royalties	101.865	107.914	106.247	(6.049)	(5.61)	(4.382)	(4.12)
4.5.1	Forestry products	2.903	1.897	1.940	1.006	53.02	0.963	49.63
4.5.2	Mines & minerals	98.962	106.017	104.307	(7.055)	(6.65)	(5.345)	(5.12)
II	Indirect Tax	4,450.678	3,384.074	3,505.826	1,066.604	31.52	944.852	26.95
5	Sales Tax	2,855.220	2,356.151	2,486.050	499.069	21.18	369.170	14.85
5.1	Sales tax on goods & commodities	1,884.599	1,497.651	1,460.292	386.948	25.84	424.307	29.06
5.2	Sales tax on petroleum products	158.656	140.000	288.912	18.656	13.33	(130.256)	(45.08)
5.3	Sales tax on hotel & restaurant	19.258	15.000	17.263	4.258	28.38	1.995	11.56
5.4	Sales tax on cable tv & cinema	3.477	3.500	4.351	(0.023)	(0.65)	(0.874)	(20.08)
5.5	Sales tax on beer, aerated water & alcoholic drinks	789.230	700.000	715.232	89.230	12.75	73.998	10.35
6	Excise Duty	207.910	211.366	202.264	(3.456)	(1.63)	5.647	2.79
6.1	Distillery products	207.910	211.366	202.264	(3.456)	(1.63)	5.647	2.79
7	Customs Duty	520.545	379.168	390.951	141.377	37.29	129.594	33.15

Sl. No	Source of Revenue	FY 2015-16	2014-15 Actual	Achievement to Target		Collection compared to 2014-15		
		Total collection	Target	Collection	Nu	%	Nu	%
7.1	Goods	513.673	372.168	386.707	141.505	38.02	126.966	32.83
7.2	Customs service charges	6.873	7.000	4.244	(0.127)	(1.82)	2.629	61.93
8	Green Tax	867.002	437.389	426.561	429.613	98.22	440.441	103.25
8.1	Green tax on motor vehicle	663.251	400.000	277.517	263.251	65.81	385.735	138.99
8.2	Green tax on fuel	203.751	37.389	149.044	166.362	444.95	54.707	36.71
B	Non -Tax Revenue	252.550	205.442	205.206	47.108	22.93	47.344	23.07
9	Admns. Fees & charges	155.100	95.846	92.109	59.254	61.82	62.991	68.39
9.1	Judiciary fees & charges	7.033	5.000	4.763	2.033	40.65	2.270	47.65
9.2	House rent	6.271	4.000	1.827	2.271	56.78	4.444	243.27
9.3	Hire charges	0.000	0.000	0.765	0.000	0.00	(0.765)	(100)
9.4	Rural life insurance	1.543	1.500	1.523	0.043	2.85	0.019	1.27
9.5	Motor vehicle fees & charges	59.839	32.000	10.819	27.839	87.00	49.019	453.07
9.6	Depot surcharge on petroleum products	50.013	27.200	40.912	22.813	83.87	9.101	22.25
9.7	Rental income from mines	1.128	1.200	26.480	(0.072)	(6.00)	(25.352)	(95.74)
9.8	Other admn. charges & fees	29.274	24.946	5.020	4.328	17.35	24.254	483.11
10	Revenue from Govt. Depts.	95.481	65.756	71.799	29.725	45.20	23.682	32.98
10.1	Municipal Revenue	0.033	0.200	1.538	(0.167)	(83.60)	(1.505)	(97.87)
10.2	Information and Media	0.753	7.000	0.000	(6.247)	(89.24)	0.753	0.00
10.3	Department of Civil Aviation	4.636	4.500	0.000	0.136	3.01	4.636	0.00
10.4	Livestock	1.437	1.400	1.616	0.037	2.63	(0.179)	(11.10)
10.5	Agriculture	0.324	0.300	0.000	0.024	8.11	0.324	0.00
10.6	Forest	11.053	7.656	11.086	3.397	44.37	(0.033)	(0.30)
10.7	National Land Commission	2.695	2.600	0.304	0.095	3.67	2.391	786.24
10.8	Industrial plot/shed rent	42.534	25.000	29.608	17.534	70.13	12.926	43.66
10.9	Other division of trade & industry	0.916	0.500	0.004	0.416	83.15	0.912	22,793.64
10.10	Passport & visa fees	0.598	0.500	0.000	0.098	19.53	0.598	0.00
10.11	Education	0.365	0.100	0.187	0.265	265.42	0.178	95.32
10.12	Health	8.201	5.000	7.856	3.201	64.02	0.345	4.39
10.13	Civil Registration and Census	20.035	10.000	19.600	10.035	100.35	0.436	2.22
10.14	Fines on violation of EAA (NEC)	1.407	1.000	0.000	0.407	40.70	1.407	0.00
10.15	Tourism Council of Bhutan	0.001	0.000	0.000	0.001	0.00	0.001	0.00
10.16	Bhutan Standard Bureau	0.151	0.000	0.000	0.151	0.00	0.151	0.00
10.17	Drug Regularity Authority	0.343	0.000	0.000	0.343	0.00	0.343	0.00
11	Capital Revenue	0.426	28.988	27.607	(28.562)	(98.53)	(27.182)	(98.46)
11.1	Sale of govt. properties/ assets	0.120	18.000	0.089	(17.880)	(99.33)	0.031	34.29
11.2	Sale proceeds of agricultural products	0.109	10.000	0.009	(9.891)	(98.91)	0.100	1,162.09
11.3	Dolomite mine bid value	0.008	0.000	27.300	0.008	0.00	(27.292)	(99.97)
11.4	Tender document sales	0.189	0.988	0.210	(0.799)	(80.82)	(0.020)	(9.57)
12	Other Non-Tax Revenue	1.544	14.852	13.691	(13.308)	(89.60)	(12.147)	(88.72)
12.1	Security/earnest money	0.000	0.000	5.523	0.000	0.00	(5.523)	(100.00)
12.2	Liquidated Damages	1.368	10.000	0.000	(8.632)	(86.32)	1.368	0.00
12.3	Other dues and recoveries	0.176	4.852	8.169	(4.676)	(96.37)	(7.992)	(97.84)
Total Revenue (A+B)		5,737.392	4,747.052	4,891.102	990.340	20.86	846.290	17.30

ANNEXURES II

Regional Revenue & Customs Office Samtse

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	750.553	616.185	635.789	134.368	21.81	114.764	18.05
I	Direct Tax	499.163	401.198	420.818	97.965	24.42	78.345	18.62
1	Corporate Income Tax	275.463	264.346	279.138	11.117	4.21	(3.674)	(1.32)
1.1	PCAL	67.105	53.754	97.001	13.351	24.84	(29.897)	(30.82)
1.2	Bhutan Polymers Company Ltd.	0.068	0.000	0.000	0.068	0.00	0.068	0.00
1.3	Jigme Industry Pvt. Ltd	100.209	83.641	74.053	16.568	19.81	26.156	35.32
1.4	Jigme Polytex	4.931	5.027	4.744	(0.096)	(1.91)	0.188	3.95
1.5	Jigme Mining Company	95.362	94.965	67.687	0.397	0.42	27.675	40.89
1.6	Other CIT	6.959	1.578	3.267	5.381	341.02	3.692	113.02
1.7	TDS on CIT	0.000	25.381	32.387	(25.381)	(100.00)	(32.387)	(100.00)
1.8	Fines & penalties	0.830	0.000	0.000	0.830	0.00	0.830	0.00
2	Business Income Tax	75.232	48.440	46.679	26.792	55.31	28.554	61.17
2.1	Business income tax	38.187	25.694	20.555	12.493	48.62	17.633	85.78
2.2	TDS on BIT	37.045	22.746	26.124	14.299	62.86	10.921	41.80
3	Personal Income Tax	80.228	80.004	79.248	0.224	0.28	0.981	1.24
3.1	TDS on PIT	75.275	75.980	75.825	(0.705)	(0.93)	(0.550)	(0.73)
3.1.1	Salary	54.910	57.536	57.250	(2.626)	(4.56)	(2.340)	(4.09)
3.1.2	Rental Income	0.228	0.198	0.251	0.030	15.34	(0.023)	(9.02)
3.1.3	Interest	0.000	0.063	0.515	(0.063)	(100.00)	(0.515)	(100.00)
3.1.4	Dividend	16.388	17.589	17.415	(1.201)	(6.83)	(1.026)	(5.89)
3.1.5	Other sources	3.749	0.594	0.395	3.155	531.15	3.354	849.12
3.2	Final personal income tax	4.787	3.965	3.372	0.822	20.72	1.415	41.96
3.3	Fines & penalties	0.166	0.059	0.051	0.107	182.14	0.116	227.48
4	Other Direct Tax Revenue	68.239	8.408	15.754	59.831	711.60	52.485	333.16
4.1	Motor vehicle tax	0.237	6.362	5.938	(6.125)	(96.27)	(5.701)	(96.00)
4.2	Business & professional licence	0.424	0.000	0.000	0.424	0.00	0.424	0.00
4.3	Dzongkhag municipal tax	0.124	0.042	0.044	0.082	196.31	0.081	185.30
4.4	Health contribution	8.083	0.000	7.723	8.083	0.00	0.360	4.66
4.6	Royalties	59.371	2.004	2.049	57.367	2,862.62	57.322	2,797.33
4.6.1	Forestry products	1.887	2.004	2.049	(0.117)	(5.85)	(0.162)	(7.92)
4.6.2	Mines & minerals	57.484	0.000	0.000	57.484	0.00	57.484	0.00
II	Indirect Tax	251.390	214.987	214.971	36.403	16.93	36.419	16.94
5	Sales Tax	105.693	88.936	93.839	16.757	18.84	11.854	12.63
5.1	Sales tax on goods & commodities	75.690	58.736	65.289	16.954	28.86	10.400	15.93
5.2	Sales tax on petroleum products	27.270	27.678	27.377	(0.408)	(1.47)	(0.107)	(0.39)
5.3	Sales tax on hotel & restaurant	0.237	0.158		0.079	50.25	0.237	0.00
5.4	Sales tax on cable tv & cinema	1.143	1.151	1.150	(0.008)	(0.68)	(0.007)	(0.61)
5.5	Sales tax on beer, aerated water & alcoholic drinks	1.353	1.213	0.022	0.140	11.54	1.331	5,940.10
6	Excise Duty	118.001	98.269	94.037	19.732	20.08	23.964	25.48
6.1	Distillery products	118.001	98.269	94.037	19.732	20.08	23.964	25.48
7	Customs Duty	0.145	0.000	0.000	0.145	0.00	0.145	0.00

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual		Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%	
7.1	Goods	0.145	0.000	0.000	0.145	0.00	0.145	0.00	
8	Green Tax	27.550	27.782	27.094	(0.232)	(0.84)	0.455	1.68	
8.1	Green tax on motor vehicle	0.326	0.329	0.939	(0.003)	(0.92)	(0.613)	(65.28)	
8.2	Green tax on fuel	27.224	27.453	26.155	(0.229)	(0.84)	1.068	4.08	
B	Non -Tax Revenue	91.102	34.190	34.238	56.912	166.46	56.864	166.09	
9	Admns. Fees & charges	48.552	22.139	21.276	26.413	119.31	27.276	128.20	
9.1	Judiciary fees & charges	1.048	1.883	1.828	(0.835)	(44.35)	(0.780)	(42.67)	
9.2	House rent	2.343	0.194	0.190	2.149	1,107.85	2.153	1,133.05	
9.3	Hire charges	0.000	0.035	0.033	(0.035)	(100.00)	(0.033)	(100.00)	
9.4	Rural life insurance	2.477	2.525	2.451	(0.048)	(1.89)	0.026	1.08	
9.5	Motor vehicle fees & charges	8.467	1.898	1.808	6.569	346.10	6.658	368.19	
9.6	Depot surcharge on petroleum products	6.715	6.110	5.932	0.605	9.89	0.783	13.20	
9.7	Rental income from mines	13.534	0.000	0.000	13.534	0.00	13.534	0.00	
9.8	Other admn. charges & fees	13.969	9.494	9.034	4.475	47.13	4.935	54.63	
10	Revenue from Govt. Depts.	37.119	10.817	11.811	26.302	243.15	25.308	214.28	
10.1	Municipal Revenue	0.069	0.000	0.000	0.069	0.00	0.069	0.00	
10.2	Information and Media	0.237	0.000	0.000	0.237	0.00	0.237	0.00	
10.3	Livestock	6.252	5.139	6.599	1.113	21.67	(0.347)	(5.26)	
10.4	Agriculture	0.078	0.000	0.005	0.078	0.00	0.073	1,422.35	
10.5	Forest	2.878	2.527	2.217	0.351	13.88	0.661	29.83	
10.6	National Land Commission	0.155	0.445	0.444	(0.290)	(65.13)	(0.289)	(65.09)	
10.7	Industrial plot/shed rent	14.584	0.000	0.000	14.584	0.00	14.584	0.00	
10.8	Other division of trade & industry	8.570	0.000	0.000	8.570	0.00	8.570	0.00	
10.9	Passport & visa fees	0.028	0.000	0.000	0.028	0.00	0.028	0.00	
10.10	Education	0.127	0.170	0.169	(0.043)	(25.33)	(0.042)	(24.91)	
10.11	Health	1.073	0.857	0.714	0.216	25.23	0.359	50.25	
10.12	Civil Registration and Census	2.159	1.679	1.662	0.480	28.56	0.497	29.89	
10.13	Fines on violation of EAA (NEC)	0.855	0.000	0.000	0.855	0.00	0.855	0.00	
10.14	Bhutan Standard Bureau	0.041	0.000	0.000	0.041	0.00	0.041	0.00	
10.15	Drug Regularity Authority	0.013	0.000	0.000	0.013	0.00	0.013	0.00	
11	Capital Revenue	4.696	0.431	0.411	4.265	989.59	4.286	1,043.71	
11.1	Sale of govt. properties/ assets	0.000	0.193	0.184	(0.193)	(100.00)	(0.184)	(100.00)	
11.2	Sale proceeds of agricultural products	0.016	0.000	0.000	0.016	0.00	0.016	0.00	
11.3	Coal mine bid value	4.560	0.000	0.000	4.560	0.00	4.560	0.00	
11.4	Other sale proceeds	0.011	0.000	0.000	0.011	0.00	0.011	0.00	
11.5	Tender document sales	0.110	0.238	0.227	(0.128)	(53.98)	(0.117)	(51.73)	
12	Other Non-Tax Revenue	0.735	0.803	0.740	(0.068)	(8.49)	(0.006)	(0.76)	
12.1	Audit recovery account	0.001	0.000	0.000	0.001	0.00	0.001	0.00	
12.2	Liquidated Damages	0.652	0.000	0.000	0.652	0.00	0.652	0.00	
12.3	Other dues and recoveries	0.083	0.803	0.740	(0.720)	(89.70)	(0.658)	(88.83)	
	Total Revenue (A+B)	841.655	650.375	670.027	191.280	29.41	171.628	25.62	

ANNEXURES II

Regional Revenue & Customs Office Samdrup Jongkhar

Nu in Million

Sl. No	Source of Revenue	FY 2015-16		2014-15 Actual	Achievement to Target		Collection compared to 2014-15	
		Total collection	Target	Collection	Nu	%	Nu	%
A	Tax Revenue	738.280	696.973	714.611	41.307	5.93	23.669	3.31
I	Direct Tax	467.381	469.706	483.603	(2.325)	(0.49)	(16.222)	(3.35)
1	Corporate Income Tax	188.901	205.317	216.806	(16.416)	(8.00)	(27.904)	(12.87)
1.1	SD Eastern Bhutan Coal Co. Ltd	73.922	79.495	110.526	(5.573)	(7.01)	(36.604)	(33.12)
1.2	Druk Satair Company Ltd	68.799	76.880	67.125	(8.081)	(10.51)	1.673	2.49
1.3	Eastern Bhutan Ferro Sillicon Pvt. Ltd	18.468	19.371	30.530	(0.903)	(4.66)	(12.062)	(39.51)
1.4	Other CIT	3.222	7.376	8.624	(4.153)	(56.31)	(5.402)	(62.64)
1.5	TDS on CIT	0.066	22.196	0.000	(22.129)	(99.70)	0.066	0.00
1.6	Fines & penalties	24.424	0.000	0.000	24.424	0.00	24.424	0.00
2	Business Income Tax	84.802	82.226	79.236	2.576	3.13	5.566	7.02
2.1	Business income tax	22.720	28.117	25.507	(5.397)	(19.20)	(2.788)	(10.93)
2.2	TDS on BIT	62.082	54.109	53.729	7.973	14.74	8.354	15.55
3	Personal Income Tax	112.365	91.256	90.394	21.109	23.13	21.971	24.31
3.1	TDS on PIT	87.969	73.631	73.273	14.338	19.47	14.696	20.06
3.1.1	Salary	51.752	37.882	47.655	13.870	36.61	4.096	8.60
3.1.2	Rental Income	1.610	1.283	1.585	0.327	25.52	0.025	1.58
3.1.3	Interest	0.002	0.000	0.431	0.002	0.00	(0.430)	(99.65)
3.1.4	Dividend	32.156	23.432	22.147	8.724	37.23	10.009	45.19
3.1.5	Other sources	2.449	11.034	1.454	(8.585)	(77.80)	0.995	68.42
3.2	Final personal income tax	24.165	17.625	16.842	6.540	37.11	7.323	43.48
3.3	PIT:fines & penalties	0.232	0.000	0.280	0.232	0.00	(0.048)	(17.19)
4	Other Direct Tax Revenue	81.313	90.907	97.167	(9.594)	(10.55)	(15.855)	(16.32)
4.1	Motor vehicle tax	1.420	18.872	17.614	(17.452)	(92.47)	(16.194)	(91.94)
4.2	Business & professional licence	5.843	5.704	5.346	0.139	2.44	0.497	9.29
4.3	Dzongkhag municipal tax	0.072	0.000	0.078	0.072	0.00	(0.006)	(8.09)
4.4	Health contribution	8.433	0.076	8.857	8.357	10996.37	(0.424)	(4.78)
4.5	Royalties	65.544	66.255	65.272	(0.711)	(1.07)	0.272	0.42
4.6.1	Forestry products	2.068	2.220	2.270	(0.152)	(6.84)	(0.202)	(8.89)
4.6.2	Mines & minerals	63.476	64.035	63.002	(0.559)	(0.87)	0.474	0.75
II	Indirect Tax	270.899	227.267	231.008	43.632	19.20	39.891	17.27
5	Sales Tax	150.405	124.694	131.569	25.711	20.62	18.836	14.32
5.1	Sales tax on goods & commodities	81.015	66.379	62.101	14.635	22.05	18.914	30.46
5.2	Sales tax on petroleum products	63.286	53.205	63.482	10.081	18.95	(0.196)	(0.31)
5.3	Sales tax on hotel & restaurant	3.928	3.314	3.974	0.614	18.54	(0.046)	(1.16)
5.4	Sales tax on cable tv & cinema	1.404	1.181	1.299	0.224	18.95	0.105	8.09
5.5	Sales tax on beer, aerated water & alcoholic drinks	0.772	0.615	0.712	0.157	25.50	0.060	8.37
6	Excise Duty	42.948	37.712	36.088	5.236	13.88	6.860	19.01
6.1	Distillery products	42.948	37.712	36.088	5.236	13.88	6.860	19.01
7	Customs Duty	6.215	1.704	1.757	4.511	264.75	4.458	253.65
7.1	Goods	6.215	1.704	1.757	4.511	264.75	4.458	253.65
8	Green Tax	71.331	63.157	61.593	8.174	12.94	9.738	15.81

8.1	Green tax on motor vehicle	0.932	0.000	0.117	0.932	0.00	0.815	697.00
8.2	Green tax on fuel	70.399	63.157	61.476	7.242	11.47	8.922	14.51
B	Non -Tax Revenue	129.872	110.946	107.975	18.926	17.06	21.897	20.28
9	Admns. Fees & charges	68.819	41.147	39.543	27.672	67.25	29.276	74.04
9.1	Judiciary fees & charges	1.133	0.990	1.174	0.142	14.37	(0.041)	(3.50)
9.2	House rent	5.472	4.948	1.648	0.524	10.58	3.824	232.00
9.3	Hire charges	0.078	0.068	0.369	0.010	14.38	(0.291)	(78.78)
9.4	Rural life insurance	3.103	2.713	3.031	0.390	14.38	0.072	2.37
9.5	Motor vehicle fees & charges	26.614	3.208	3.899	23.406	729.59	22.714	582.55
9.6	Depot surcharge on petroleum products	18.583	16.246	15.179	2.336	14.38	3.404	22.42
9.7	Rental income from mines	9.404	8.221	10.732	1.182	14.38	(1.329)	(12.38)
9.8	Other admn. charges & fees	4.434	4.752	3.511	(0.318)	(6.69)	0.923	26.29
10	Revenue from Govt. Depts.	12.742	14.483	15.814	(1.741)	(12.02)	(3.071)	(19.42)
10.1	Division of Roads	0.000	0.000	0.028	0.000	0.00	(0.028)	(100.00)
10.2	Municipal Revenue	0.174	0.213	0.000	(0.038)	(18.03)	0.174	0.00
10.3	Information and Media	0.239	0.000	0.000	0.239	0.00	0.239	0.00
10.4	Livestock	1.362	1.957	1.090	(0.595)	(30.40)	0.272	24.97
10.5	Agriculture	0.066	0.000	0.000	0.066	0.00	0.066	0.00
10.6	Forest	1.608	1.951	2.580	(0.343)	(17.57)	(0.971)	(37.66)
10.7	National Land Commission	0.942	1.160	3.377	(0.219)	(18.85)	(2.435)	(72.11)
10.8	Industrial plot/shed rent	0.188	0.000	0.031	0.188	0.00	0.157	503.87
10.9	Other division of trade & industry	0.095	0.000	0.000	0.095	0.00	0.095	0.00
10.10	Passport & visa fees	0.002	0.000	0.000	0.002	0.00	0.002	0.00
10.11	Education	0.527	0.648	0.228	(0.121)	(18.64)	0.299	131.45
10.12	Health	2.129	2.585	4.422	(0.456)	(17.66)	(2.293)	(51.86)
10.13	Civil Registration and Census	4.474	5.607	4.042	(1.134)	(20.22)	0.431	10.67
10.14	Fines on violation of EAA (NEC)	0.867	0.361	0.010	0.505	139.93	0.857	9022.44
10.15	Bhutan Standard Bureau	0.034	0.000	0.000	0.034	0.00	0.034	0.00
10.16	Drug Regularity Authority	0.001	0.000	0.000	0.001	0.00	0.001	0.00
10.17	Fines on violation of occupational health and safety regulations	0.035	0.000	0.007	0.035	0.00	0.028	434.25
11	Capital Revenue	45.333	53.219	50.686	(7.886)	(14.82)	(5.353)	(10.56)
11.1	Sale of govt. properties/ assets	0.000	1.124	0.200	(1.124)	(100.00)	(0.200)	(100.00)
11.2	Sale proceeds of agricultural products	0.000	1.128	0.038	(1.128)	(100.00)	(0.038)	(100.00)
11.3	Coal mine bid value	13.676	18.235	0.635	(4.559)	(25.00)	13.041	2053.06
11.4	Gypsum mine bid value	31.577	31.576	18.235	0.001	0.00	13.342	73.17
11.5	Other sale proceeds	0.047	0.000	31.577	0.047	0.00	(31.529)	(99.85)
11.6	Tender document sales	0.033	1.156	0.000	(1.124)	(97.19)	0.033	0.00
12	Other Non-Tax Revenue	2.977	2.097	1.933	0.880	41.97	1.044	54.03
12.1	Audit recovery account	0.000	1.846	0.000	(1.846)	(100.00)	0.000	0.00
12.2	Liquidated Damages	2.621	0.000	0.000	2.621	0.00	2.621	0.00
12.3	Other dues and recoveries	0.356	0.251	1.933	0.105	41.97	(1.577)	(81.59)
	Total Revenue (A+B)	868.152	807.919	822.586	60.233	7.46	45.566	5.54

ANNEXURE III

Sectoral Revenue Performance: FY 2015-16

Nu in Million

Sl. No	Sector	FY 2014-15	% of Total Revenue	FY 2015-16	% of Total Revenue	Collection compared to 2014-15	
						(Nu)	(%)
1	Electricity	4,439.661	17.3	5,427.283	19.0	987.622	22.2
	DGPC	4,010.805	15.6	4,563.043	16.0	552.238	13.8
	BPC	415.285	1.6	775.470	2.7	360.186	86.7
	Hydropower Royalty	13.571	0.1	88.769	0.3	75.198	554.1
2	Trade	7,444.499	29.0	8,227.399	28.8	782.899	10.5
	FCB	2.785	0.0	0.919	0.0	(1.866)	(67.0)
	STCB	4.424	0.0	33.182	0.1	28.758	650.1
	Sales tax & Depot surcharge	2,864.772	11.2	3,308.171	11.6	443.399	15.5
	Excise duty & charges	2,708.924	10.6	2,540.317	8.9	(168.607)	(6.2)
	CIT & BIT(Trading)	1,288.102	5.0	1,510.540	5.3	222.438	17.3
	Business licences	104.962	0.4	87.398	0.3	(17.564)	(16.7)
	Customs duty	470.531	1.8	626.422	2.2	155.891	33.1
	Others	0.000	0.0	120.450	0.4	120.450	0.0
3	Service	4,776.736	18.6	5,152.814	18.1	376.078	7.9
3.1	Transportation	972.171	3.8	1,541.268	5.4	569.097	58.5
	Motor vehicle tax/ fees and charges/Green tax	872.165	3.4	1,399.425	4.9	527.260	60.5
	Druk Air Corporation & others	100.006	0.4	141.843	0.5	41.837	41.8
3.2	Communications	336.896	1.3	319.233	1.1	(17.663)	(5.2)
	Revenue stamps	20.182	0.1	20.469	0.1	0.286	1.4
	Information & Media	61.229	0.2	13.601	0.0	(47.628)	(77.8)
	Bhutan Telecom	255.484	1.0	285.163	1.0	29.679	11.6
3.3	Royalties from Tourism/with holding tax)	2,191.324	8.5	1,621.300	5.7	(570.024)	(26.0)
3.4	Municipals	8.459	0.0	9.855	0.0	1.395	16.5
3.5	Education	4.521	0.0	8.851	0.0	4.330	95.8
3.6	Health	193.161	0.8	26.324	0.1	(166.837)	(86.4)
3.7	BIT & CIT(service)	75.989	0.3	457.467	1.6	381.479	502.0
3.8	Sales Tax on Services	416.414	1.6	518.952	1.8	102.538	24.6
3.9	Others	577.801	2.3	649.564	2.3	71.763	12.4
4	Finance	641.162	2.5	1,960.085	6.9	1,318.924	205.7
	RICB	181.088	0.7	223.754	0.8	42.666	23.6
	BOB	139.043	0.5	388.996	1.4	249.953	179.8
	BNB	321.031	1.3	456.334	1.6	135.303	42.1
	RMA	0.000	0.0	788.678	2.8	788.678	0.0
	Others	0.000	0.0	102.324	0.4	102.324	0.0
5	Manufacturing	682.444	2.7	554.676	1.9	(127.768)	(18.7)
	AWP	76.918	0.3	83.601	0.3	6.683	8.7
	BBPL	3.628	0.0	3.212	0.0	(0.416)	(11.5)

Sl. No	Sector	FY 2014-15	% of Total Revenue	FY 2015-16	% of Total Revenue	Collection compared to 2014-15	
						(Nu)	(%)
	PCAL	97.001	0.4	67.105	0.2	(29.897)	(30.8)
	BCCL	34.273	0.1	1.153	0.0	(33.120)	(96.6)
	SD EBCCL	110.526	0.4	73.922	0.3	(36.604)	(33.1)
	Druk Satair Company	67.125	0.3	68.799	0.2	1.673	2.5
	Jigme Mining	67.687	0.3	95.362	0.3	27.675	40.9
	BFAL	89.323	0.3	34.441	0.1	(54.882)	(61.4)
	Eastern Bhutan Ferro Silicon Pvt. Ltd.	30.530	0.1	18.468	0.1	(12.062)	(39.5)
	Others	105.433	0.4	108.614	0.4	3.181	3.0
6	Primary	629.688	2.5	403.309	1.4	(226.379)	(36.0)
	Agriculture (agriculture & livestock)	40.732	0.2	37.811	0.1	(2.920)	(7.2)
	Royalties, Fees & charges from Mining	292.882	1.1	258.175	0.9	(34.708)	(11.9)
	Royalties from forest pdts , NRDCL & other receipts)	296.074	1.2	107.322	0.4	(188.752)	(63.8)
	Total Revenue *	18,614.190	72.5	21,725.566	76.1	3,111.375	16.7

* Figures are based on Gross Collections and excludes PIT, DHI and Interest receipts from Corporation

ANNEXURE IV

Summary of National Revenue: FY 2015-16

Nu in Million

Sl. No	Source of Revenue	Target	Actual		Diff. (Gross) Nu.	(+ or -) %	Diff. (Net) Nu	(+ or -) %
			Gross Coll.	Net Coll.				
A	Tax Revenue (I+II)	18,390.778	20,367.060	19,884.626	1,976.281	10.75	1,493.847	8.12
I	Direct Tax	11,852.286	12,487.130	12,200.094	634.844	5.36	347.808	2.93
1	Corporate Income Tax	6,606.270	7,477.555	7,459.579	871.285	13.19	853.309	12.92
2	Business Income Tax	1,664.273	1,192.849	1,175.298	(471.424)	(28.33)	(488.975)	(29.38)
3	Personal Income Tax	1,654.634	1,881.647	1,770.362	227.013	13.72	115.728	6.99
4	Other Tax revenue	1,927.109	1,935.080	1,794.855	7.971	0.41	(132.254)	(6.86)
4.1	Motor Vehicle Tax	265.999	42.861	42.853	(223.138)	(83.89)	(223.146)	(83.89)
4.2	Business & Professional Licences	111.999	87.398	87.398	(24.601)	(21.97)	(24.601)	(21.97)
4.3	Airport Service tax	64.941	64.143	64.143	(0.798)	(1.23)	(0.798)	(1.23)
4.4	Dzongkhag Municipal tax	8.189	4.242	4.242	(3.947)	(48.20)	(3.947)	(48.20)
4.5	Health Contribution	0.000	197.605	57.389	197.605	0.00	57.389	0.00
4.6	Royalties	1,475.981	1,538.829	1,538.829	62.848	4.26	62.848	4.26
II	Indirect Tax	6,538.492	7,879.929	7,684.533	1,341.436	20.52	1,146.040	17.53
5	Sales Tax	3,041.819	3,737.113	3,576.482	695.294	22.86	534.663	17.58
6	Excise Duty	2,445.970	2,483.068	2,483.068	37.098	1.52	37.098	1.52
7	Customs Duty	456.349	626.422	597.392	170.073	37.27	141.043	30.91
8	Green Tax	573.163	1,012.857	1,007.121	439.694	76.71	433.958	75.71
9	Other Indirect Tax Revenue	21.192	20.469	20.469	(0.723)	(3.41)	(0.723)	(3.41)
B	Non -Tax Revenue	7,902.906	8,174.557	8,149.186	271.652	3.44	246.281	3.12
10	Admns. Fees & charges	368.047	714.423	714.227	346.376	94.11	346.180	94.06
11	Dividends	3,843.322	3,785.694	3,785.694	(57.628)	(1.50)	(57.628)	(1.50)
12	Transfer of Profit	788.678	788.678	788.678	(0.000)	(0.00)	(0.000)	(0.00)
13	Revenue from Govt. Depts.	463.252	517.870	498.478	54.618	11.79	35.226	7.60
14	Capital Revenue	115.566	120.450	120.450	4.884	4.23	4.884	4.23
15	Other Non-Tax Revenue	126.911	92.488	86.706	(34.423)	(27.12)	(40.205)	(31.68)
16	Interest on loan from corp.	2,197.129	2,154.954	2,154.954	(42.175)	(1.92)	(42.175)	(1.92)
	Total Revenue (A+B)	26,293.685	28,541.616	28,033.812	2,247.932	8.55	1,740.128	6.62

Staff Strength October 2016

	Executive	Specialist	Professional	Inspector	Support	Operational	Total
Head Quarter	1	1	29	13	2	3	49
Thimphu			38	36	3	3	80
Phuntsholing			45	91	3	10	149
Gelephu			19	28	3	5	55
Paro			24	35	3	4	66
Samtse			18	33	3	5	59
Mongar			12	15	3	3	33
Samdrup Jongkhar			19	36	3	4	62
Bumthang			8	11	3	2	24
LTO			2	10			12
Total	1	1	214	308	26	39	589



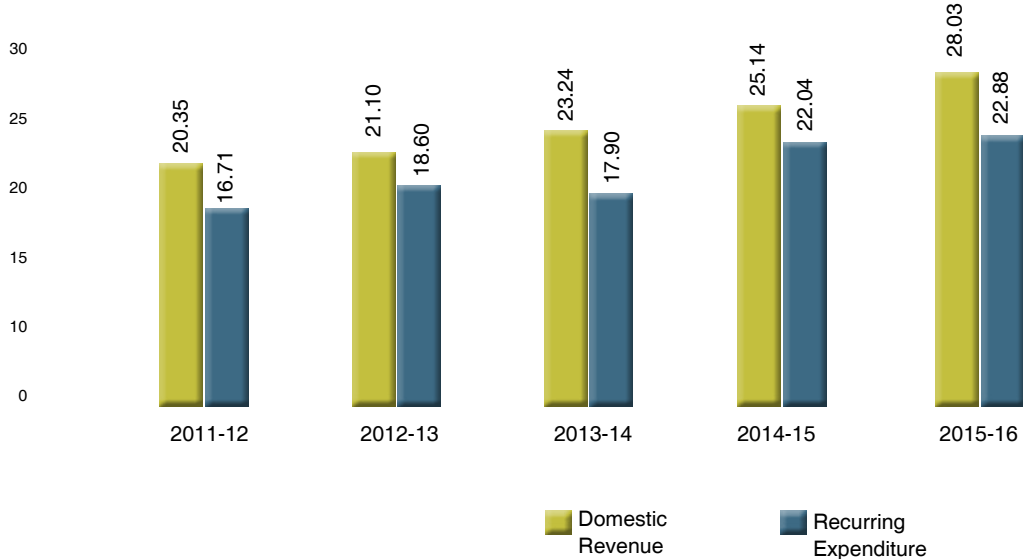
PART C PERFORMANCE INDICATORS



1. Revenue vis-a-vis Recurrent Expenditures

Total domestic revenue covered the entire recurrent expenditure and Nu 5,153.690 million or 24 percent of the capital expenditure (provisional amount). The capital expenditure funding from domestic revenue has increased by 66.4 percent from Nu 3,096.894 million last year.

Fig 1 Comparison of Domestic Revenue & Recurrent Expenditure



2. Revenue, Recurrent Expenditure and Tax Ratio

Table 1 Trend in Revenue and Expenditure vis- a- vis GDP

Nu. in Million

Source of Revenue	2011-12	2012-13	2013-14	2014-15	2015-16
Tax Revenue	14,676.930	15,403.120	16,182.774	18,387.335	19,884.626
Non Tax Revenue	5,677.530	5,698.570	7,061.836	6,753.695	8,149.186
Total Revenue	17,458.797	21,101.690	23,244.610	25,141.030	28,033.812
Current Expenditure*	16,705.650	18,626.070	17,897.405	22,044.136	22,880.122
GDP**	91,249.080	102,149.070	113,027.279	125,426.750	144,777.594
Revenue as % of current expenditure	118.48	113.29	129.88	114.05	122.52
Tax as % of GDP	14.67	15.08	14.32	14.66	13.73
Non-tax as % of GDP	7.42	5.58	6.25	5.38	5.63
Total Revenue as % of GDP	22.09	20.66	20.57	20.04	19.36

* Provisional expenditure figures from DPA as on 17.10.2016

** BPPFS GDP File as on 30. 08.2016

2.1 Assessment Highlights

The Income Tax Act mandates every tax return to go through either desk assessment (DA) within 90 days of the filing of return or field assessment (FA) once in a cycle of two years.

Table 2 Assessment coverage 2015

Particulars	Regional Revenue & Customs Offices								
	Thimphu	Phuntsholing	Samtse	Gelephu	S/Jongkhar	Paro	Mongar	Bumthang	Overall
Personal Income Tax (PIT)									
DA Targeted	16,754	14,955	4,324	8,273	5,475	5,157	6,308	2,666	63,912.00
DA Completed	16754	12418	2436	5159	5475	3527	3410	1559	50,738.00
% Completed	100	83.04	56.34	62.36	100	68.3925	54.06	58.477	582.66
DA Pending	0	2,537	1,888	3,114	0	1,630	2,898	1,107	13,174.00
Corporate Income Tax (CIT)									
FA Targeted	52	42	5	10	5	10	14	3	141
FA Completed	43	15	5	6	5	10	14	0	98
% Completed	82.69	35.71	100	60	100	100	100	0	578.41
FA Pending	9	27	0	4	0	0	0	3	43
Business Income Tax (BIT)									
DA Targeted	9797	310	78	3816	0	125	103	65	14294
DA Completed	9690	231	58	3810	0	100	0	0	13889
% Completed	98.91	74.52	74.36	99.84	0	80	0	0	427.63
DA Pending	107	79	20	6	0	25	103	65	405
FA Targeted	5	80	27	82	30	25	69	0	318
FA Completed	5	63	14	66	15	0	0	0	163
% Completed	100	78.75	51.85	80.49	50	0	0	0	361.09
FA Pending	0	17	13	16	15	25	69	0	155
Tax Officer to Taxpayer Ratio									
Total No. of tax assessment completed	26492	12727	2513	9041	5495	3637	3424	1559	64888
Total No. of active Tax officials	30	28	9	10	9	8	11	5	110
Tax Officer to assessment complete ratio	883	455	279	904	611	455	311	312	590

During the DA stage, logical and arithmetical accuracy of the figures submitted and reasonableness check of self declared tax is confirmed. Assessments are usually taken up to determine fair and accurate taxes. Desk assessments are usually taken up for PIT filers and small BIT units filing books of accounts. CIT filers and BIT entities submitting huge refunds claim, entities submitting losses and the entities which have not been assessed for past two income years FA is usually carried out on priority basis.

During the FA, tax officials are involved in three major stages, planning, assessment and issuing of assessment report. At planning stage, tax officials are involved in planning of field assessment, developing a general strategy, division of work, timing and extent of assessment procedures. Field assessments are more comprehensive than Desk Assessment and it is normally carried out at the business premises of the taxpayer.

2.1.1 Desk Assessment (DA)

As mandated, during the income year 2015 DA of all the PIT filers totaling 60801 filers for the income earned in the income year 2014 had be assessed and completed. However only 50738 PIT desk assessments were carried out during the income year 2016 for the income earned during year 2015 out of 78469 PIT files targeted. CIT units are not targeted normally and assessed through FA due to size and volume of business.

A total of 14,294 BIT (inclusive of estimated collection) was targeted for desk assessments of which 50,738 were completed which was 72.83 percent of the total assessment targeted. RRCO Gelephu had highest coverage of desk assessment at 99.84 percent followed by RRCO Thimphu with 98.81 percent. RRCO Samdrup Jongkhar did not carry out DA on BIT as it focused on clearing out its CIT field assessment and FA of large BIT units.

2.1.2 Field Assessment (FA)

Out of the total 141 CIT entities which were targeted for FA, 98 were completed. The coverage of completion was recorded at 72.3 percent for income year 2015 which was an increase of more than 10 percent as compared to the previous year. Four RRCOs recorded 100 percent achievement of their targeted CIT FA. However the year saw a decrease in number of BIT units targeted for FA. Only 318 BIT units were targeted for FA as compared to 498 targeted during the previous year. Out of the total targeted 318 BIT units, FA of only 163 BIT units were completed accounting to 51.26 percent. However percentile completion of FA for BIT units increased by a little over 2 percent as compared to income year 2014. RRCO Thimphu had the highest completion rate where 5 BIT units were targeted and FA of all the 5 units were completed as well.

2.1.3 Taxpayers to unit assessment ratio

On an average a tax officer had assessed about 590 CIT, BIT and PIT payers. This is indicative of the fact that many pending assessment remained. The main reason for increasing number of pending cases during income year 2015 was introduction of RAMIS and realization of all taxes from RAMIS. Previously by June every all DA of PIT filer used to be complete however for income year 2015 it was delayed mainly due to the mismatch of TDS deposits, user problems and other system related issues. Other issues like staff shortage has also led to increasing number of pending assessments.

During the income year 2015 RRCO Gelegphu recorded the highest ratio of assessing officials to taxpayers at 1:904 while lowest was recorded by RRCO Samtse with a tax official to taxpayer ratio of 1:279 followed by RRCO

3. Sales Tax Collection

The Sales Tax collection from the point of sales (POS) in 2015 amounted to Nu. 1,326.24 million which was an increase of 19 percent than that of 2014. Phuntsholing regional office collected the highest amongst all the regional offices, followed by Thimphu and Paro. Around 60 percent of the total revenue collected from POS was collected at Phuntsholing region.

However, some regions collected less than that of the previous year. Mongar and Paro region collected Sales Tax less than the previous year by 0.44 percent and 10 percent respectively. One of the factors for the reduction in the revenue could be that both these regions experienced unanticipated shortage of manpower. Officials left for studies and extraordinary leave for various personal reasons.

Table 3 **Nu in Million**

Region	2014	2015	Difference	
			Nu	%
Bumthang	10.74	13.26	2.52	23.47
Gelephu	1.8	2.59	0.79	43.69
Mongar	2.58	2.15	(0.44)	(16.96)
Phuntsholing	743.34	786.95	43.60	5.87
Paro	110.80	100.57	(10.24)	(9.24)
Samdrup Jongkhar	16.02	17.93	1.91	11.91
Samtse	32.92	37.22	4.30	13.06
Thimphu	192.36	365.57	173.22	90.05
Total	1,110.580	1,326.24	215.66	19.42

Table 4 **Nu in Million**

Particulars	2014	2015	% change
Aerated water manufacturer	2.00	3.00	50.00
Beer manufacturer/dealers	55.00	13.00	(76.36)
Cement manufacturer/dealers	5.00	5.00	0.00
Cable operators	68.00	69.00	1.47
Hotels/restaurants	344.00	364.00	5.81
Telecom	3.00	3.00	0.00
Total	477.00	457.00	(4.19)

No of Deregistered STCA	5.00	42.00	740.00
No of Inactive STCA	50.00	9.00	(82.00)

Sales Tax Collecting Agents (STCA)

All the Sales Tax collected at the point of sales are collected through the STCA. The STCA collects Sales Tax on behalf of the government and deposits with the respective RRCO.

In 2014, there were 477 registered STCAs with the Department, out of which hotels and restaurants made up the highest numbers. In 2015, there were 457 registered STCA, which is less than the previous year by 4 percent. The main reason for the decline was due to the deregistration of inactive STCAs under beer manufacturer/dealers. As for STCAs dealing in the aerated water, cable operators, hotels and restaurants there was slight increase. The number of STCAs as cement manufacturers and telecom service providers remained the same.

Assessment Efforts

Overall the assessment efforts of the division fell significantly by 47 percent in comparison to previous year. The highest drop in the assessment efforts was recorded at Thimphu followed by Paro, Monger and Gelephu region.

Table 5

Region	2014			2015			% change STCA	% change assessed
	STCA	Assessed	% assessed	STCA	Assessed	% assessed		
Bumthang	53	2	3.77	49	11	22.45	(7.50)	450.00
Gelephu	24	24	100	28	16	57.14	16.70	(33.33)
Mongar	23	18	78.26	24	8	33.33	4.30	(55.56)
Paro	85	37	43.53	84	7	8.33	(1.20)	(81.08)
Phuntsholing	89	36	40.45	60	38	63.33	(32.60)	5.56
Samtse	14	2	14.29	13	2	15.38	(7.10)	0.00
Samdrup Jongkhar	31	14	45.16	34	32	94.12	9.70	128.57
Thimphu	158	118	74.68	165	18	10.91	4.40	(84.75)
Total	477	251	52.62	457	132	28.88	(4.19)	(47.41)

Sales Tax Staff Profile

The total staff strength of the division consists of 61 officials, which is an increase of 5 percent from the previous year. The staff distribution is mid and bottom heavy with more than 80 percent falling under that category. Currently, one of the main drawbacks is not having enough managers at the eight regional offices and in the future all the officials would be moving upwards almost at the same time. There are not be enough positions to hold all these officials within the division or the department. This ultimately may lead to a brain drain.

Table 6

ST Officials	2014	2015	% Change
Collector	1	1	0.00
Joint Collector	2	1	(50)
Deputy Collector	5	8	60
Assistant Collector	12	14	16.67
Assistant ST Officer	16	17	6.25
ST Inspector	22	20	(9.09)
Total	58.00	61.00	5.17

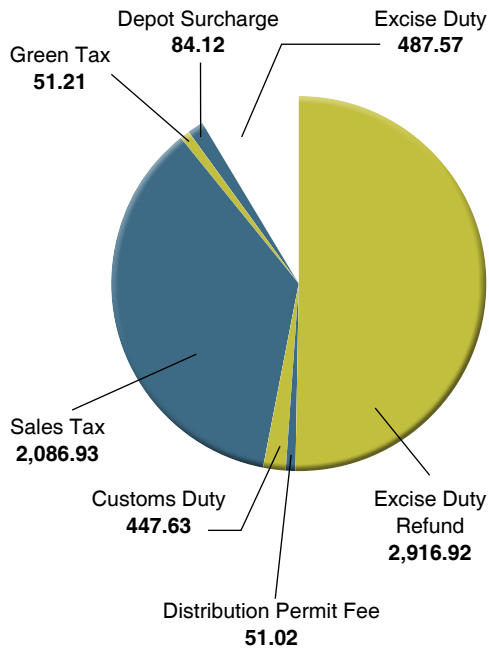
Tax expenditure (Sales Tax and Green Tax forgone)

The total tax expenditure in the year 2015 amounted to Nu. 2.032 billion, which includes Sales Tax refund as well. The tax expenditure had increased by around 72 percent in comparison to previous year. The highest increase in the tax expenditure was under plant and machineries followed by vehicles.

Table 7		Nu in Million	
Particulars	2015 forgone	% to Total	
Point of entry			
R & M	614,988,129.170	30.26	
Vehicles	476,278,079.760	23.43	
Project	407,890,997.620	20.07	
P & M	275,195,395.880	13.54	
Duty Free	95,112,868.240	4.68	
Arm	49,584,055.500	2.44	
Others	26,505,737.000	1.30	
International Organizations	22,968,293.140	1.13	
Public Agencies	19,632,632.470	0.97	
Hotels (P&M)	13,172,019.190	0.65	
Construction	12,283,519.440	0.60	
CSO & RO's	2,966,301.110	0.15	
Books	2,139,921.870	0.11	
Tourism	478,258.580	0.02	
Flim & Media	320,378.840	0.02	
Point of sale			
Forgone at point of sale	12,669,723.160	0.62	
Green Tax	418,176.400	0.02	
Total	2,032,604,487.370	100	

In terms of absolute amount of tax expenditure on each heads, exemption on raw materials has the highest forgone tax followed by vehicles, project and plant and machinery.

Fig. 2 Composition of Indirect Tax



4. Customs and Excise

4.1 Overall Revenue Collection

The indirect tax revenue collection for the period amounted to Nu 6,125.4 million as compared to Nu 4,761.68 million in the previous year indicating an increase in the total indirect tax revenue collection by Nu 1,363.72 million.

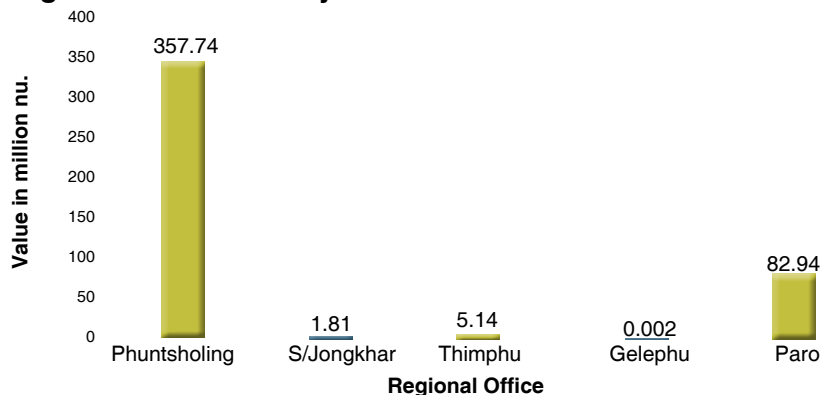
The increase in the indirect tax revenue was mainly due to increase in excise duty refund claim from Government of India with the increase in imports from India. It was also due to the introduction of distributions permit fee on alcohol from September 2014.

In the year 2015, about 47.62 percent of the total indirect tax collection was contributed by Excise Duty refund from Government of India. Sales Tax collected at the point of entry, Customs Duty, Excise Duty on alcoholic beverages, and Depot Surcharge constitutes 34.07 percent, 7.31 percent, 7.31 percent and 1.3 percent respectively. However the contribution of Green Tax and Distribution Permit Fee towards the total indirect revenue collection was very minimal which account to less than 1 percent each.

4.1.1 Customs Duty Collection

The Customs Duty collection during the year amounted to Nu. 447.63 recording a 18.83 percent increase in the collection. During the year, RRCO Phuntsholing recorded the highest collection constituting 79.92 percent of the total collection, and it was mainly because the point of entry for third country originated goods was more from RRCO Phuntsholing, when compared to other regional offices. The second highest collection was from RRCO Paro constituting 18.53 percent of the total collection followed by RRCO Thimphu with 1.15 percent. However, collection of Customs Duty from RRCO Samdrup Jongkhar and RRCO Gelephu collectively was less than 1 percent of the total Customs Duty.

Figure 3 Customs Duty Collection



4.1.2 Sales Tax Collection at the Point of Entry

The Sales Tax collection at the point of entry for the year amounted to Nu 2,086.93 million as compared to Nu 1,600.72 million in the previous year, which indicated an increase of 30.37 percent.

The Sale Tax collection from import India amounted to Nu 1,930.20 million, while collection of import from countries other than India amounted to Nu 156.72 million. RRCO, Phuntsholing recorded the highest collection of Nu 1,794.27 million due to the high volume of trade and import transactions when compared to other regional offices.

The second highest collection was from RRCO Samdrup Jongkhar constituting Nu 118.33 million of the total collection followed by RRCO Thimphu, RRCO Gelephu, Samtse, Paro, constituting Nu 82.14 million, Nu 59.99 million, Nu 29.89 million and Nu 2.30 million respectively.

4.1.3 Excise Duty Refund from Government of India

The Excise Duty paid on the goods imported from India is refunded by Government of India (GoI) to the Royal Government of Bhutan (RGoB). The refund is claimed on a yearly basis and it is jointly verified and quantified by the Directorate General of Performance Management (DGPM), Customs and Central Excise, GoI and Department of Revenue and Customs, MoF, RGoB.

Fig. 4 Region Wise Sales Tax Collection

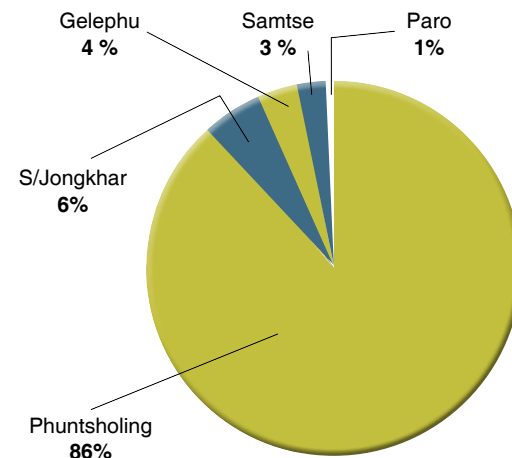


Table 8 Excise Duty Refund Claim

Nu in Million

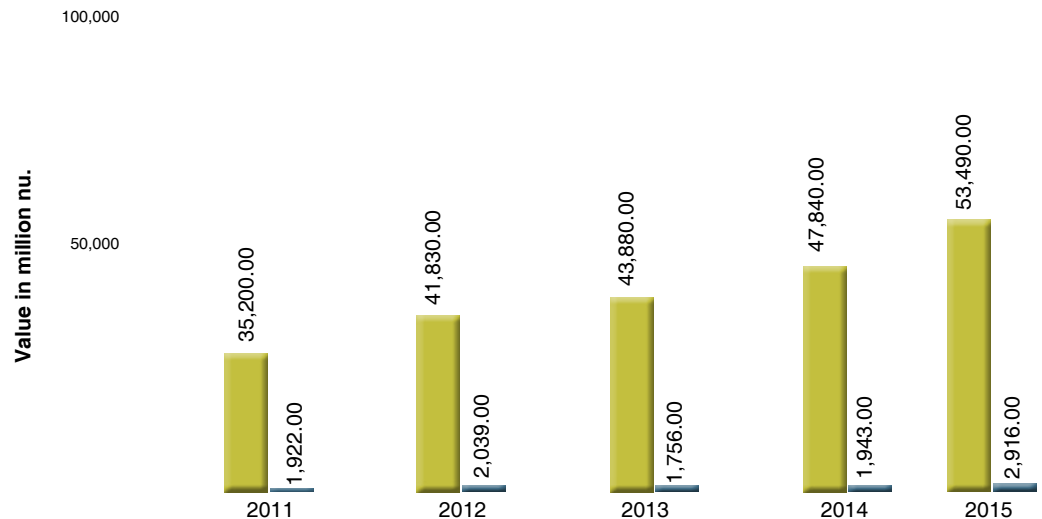
Year	Market Source				Total EDR amount
	Factory		Open		
	Invoice Value	RGoB Claim	Invoice Value	RGoB Claim	
2011	16,311.50	1,447.54	17,362.98	474.51	1,922.05
2012	16,483.51	1,238.76	20,895.08	799.77	2,038.53
2013	14,424.34	1,031.58	17,598.26	724.71	1,756.29
2014	17,084.76	1,201.40	22,559.09	742.59	1,943.99
2015	19,255.57	2,208.97	23,238.99	707.94	2,916.92

The Excise Duty refund for the year 2015 increased by Nu 972.93 million as compared to 2014. The increase in the refund was due to the increase in the import of diesel and petrol and the increase in excise duty rate in India for the above mentioned commodity. The import of diesel and petrol from India had increased by 4551.6 KL and 2364.40 KL respectively. Further the import of vehicles had increased by 4,156 vehicles as compared to imports for 2014 from 2919 to 7075 in 2015. The increase was also due to the improved recording system of the Department of Revenue and Customs. Over the years, the EDR claim has witnessed an increasing trend except for the year 2013 showing a decrease by Nu 282.25 million or 13.84% when compared to 2012 and it was mainly due to restrictions imposed on import of vehicle, furniture and liquor.

4.1.4 Comparative trend of admissible EDR and Import from India

The figure shown in the graph takes into account the admissible EDR claims received by RGoB in comparison to IMI trade volume for the year 2011 to 2015

Fig. 5 Comparative EDR trend with Import India Statistics



The graph shows the relationship between import from India and Excise Duty refund from Gol over the period of time. It is evident that EDR claims over the period have increased with the increase in import from India. It was also observed that EDR claims for 2015 has increased significantly by 50.08 percent due to the increase in the import of diesel and petrol with subsequent increase in excise duty rate for the these commodities. Further the import of vehicles had increased by 142 percent with the lift of the import ban. However, the EDR claim for 2013 had decreased by 13.87 percent (considering the preceding year as the base period). The decrease was due to the restriction imposed on import of vehicle and furniture.

4.1.5 Excise Duty Collection on Alcoholic Beverages

The Excise Duty collection on alcoholic beverages had increased by Nu 15.19 million registering a growth of Nu 3.2 percent from Nu 472.38 million in 2014 to Nu 487.57 million in 2015.

Table 9 Excise Duty Collection on Alcoholic Beverages Nu. in million

RRCOs	Excise Duty Collection		Difference	%(+/-)
	2014	2015		
Gelephu	47.08	48.98	1.90	4.04
Phuentsholing	199.36	187.56	(11.80)	(5.92)
S/ Jongkhar	33.87	38.88	5.01	14.80
Samtse	98.49	110.00	11.51	11.69
Thimphu	77.63	88.99	11.36	14.63
Mongar	12.31	13.16	0.85	6.93
Total	472.38	487.57	15.19	3.22

During the year, RRCO, Phuntsholing collected Nu. 199.36 million as Excise Duty, which was 42.2 percent of the total Excise Duty. As opposed to this, RRCO Mongar collected only a small sum of Nu 13.16 million.

4.1.6 Distribution Permit Fee

Distribution Permit fee has replaced the old system of collecting license fee for liquor shop through auction system. It comprised 35 percent of vendor commission that the vendor are allowed to include in their market selling price.

Distribution permit fee was introduced in September 2014 and the collection till 2015 was recorded as 72.48 million. The highest collection was from RRCO, Samtse which constituted of 33 percent of the collection whereas the lowest collection was from RRCO, Mongar constituting 4 percent of the total collection.

Fig. 7 Region Wise Distribution Permit Fee Collected.

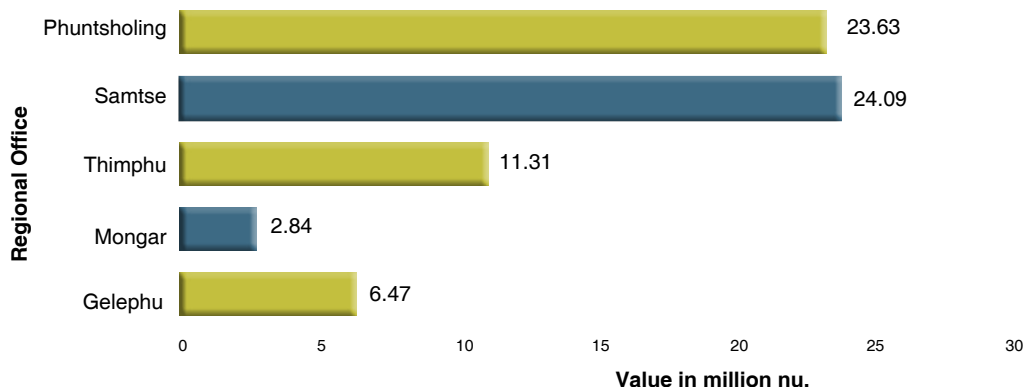
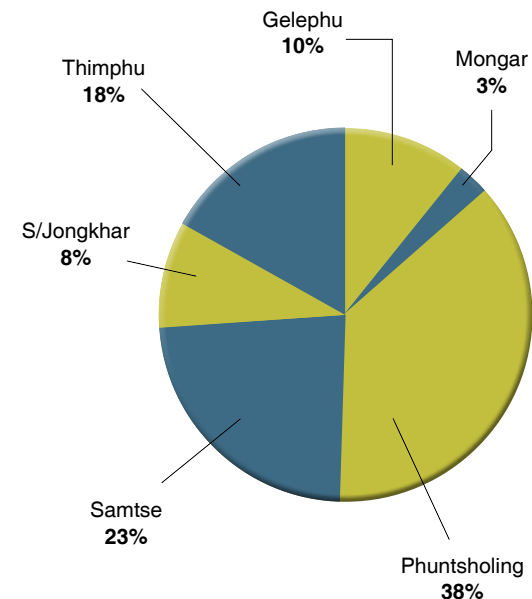


Fig. 6 Excise Duty Collection on Alcoholic Beverages



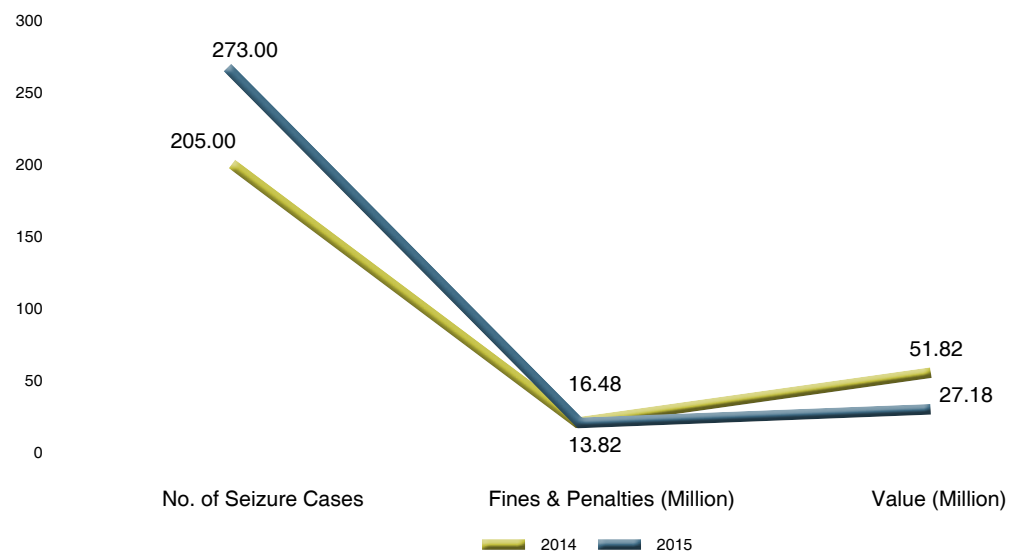
4.2 Seizure Highlights

Over the last two years 478 seizure cases were reported by the customs officials. In 2015, seizure cases reported were 273, an increase of 33 percent from the year 2014 which had only 205 seizure cases.

In 2015, the seizure value recorded was Nu 27.18 million. The value of seizures had decreased while the number of seizure cases had increased.

The increase in seizure was attributed to the interception of foreign currencies and foreign wines at the Paro International Airport.

Figure 8 Overall Seizure

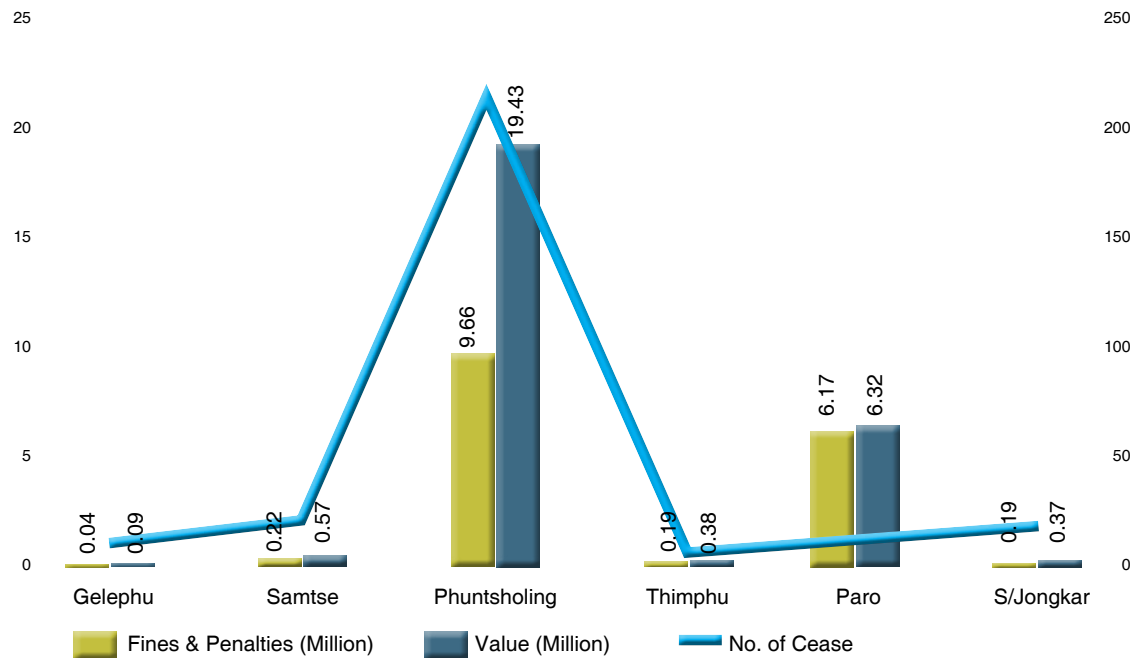


4.2.1 Region Wise Seizure

RRCO, Phuentsholing recorded the highest number of seizure cases during the year. The major items seized included grocery items like rice, wheat, sugar and betel nuts. Most of these items were seized on the ground of mis-declaration.

The seizure made in Paro International Airport was one of the major highlights of the 2015, with seizure of foreign currencies and foreign liquors. The currency seizures were made in line with the notification from Royal Monetary Authority and the Foreign Exchange Regulation 2013.

Figure 9 Region Wise Seizure



4.3 Exemptions on Customs Duty and Sales Tax on Import

Import Duty Exemption Certificate (IDEC) is mainly issued;

- i. As per the Fiscal Incentives 2010; on import of industrial raw materials, plants & machineries for manufacturing units and services, etc
- ii. Import of motor vehicles against civil servant quota issued by the Ministry of Finance
- iii. As per section 5.1 and 5.2 of the Sales Tax, Customs and Excise Act of Bhutan 2000, which includes general good, personal effects, donation made to the Royal Government of Bhutan etc.
- iv. As per section 1.1 of the Rules on Sales Tax, Customs and Excise Act of Kingdom of Bhutan 2000 includes, imports made by the Hydro Power Project and other external funded projects.

The total number of IDEC issued during the period was recorded at 6,158 numbers, an increase by 2,306 numbers from the previous year. In the year 2015, the tax forgone for import of goods from third country was recorded as Nu 2,343 million, which was an increase of 43 percent. The increase in tax forgone in 2015 as compared to 2014 was mainly due to exemption granted to the following;

1. Import of one unit of airplane by Druk Air Corporation
2. Import of one unit of Helicopter by Royal Government of Bhutan

Further, the Department has recorded an increase in the following;

- a. Import of plant and machinery eligible for exemption
- b. Import of vehicle by the quota holders as a result of lifting of import ban by the Government.

Table 10: Customs Duty and Sales Tax Foregone

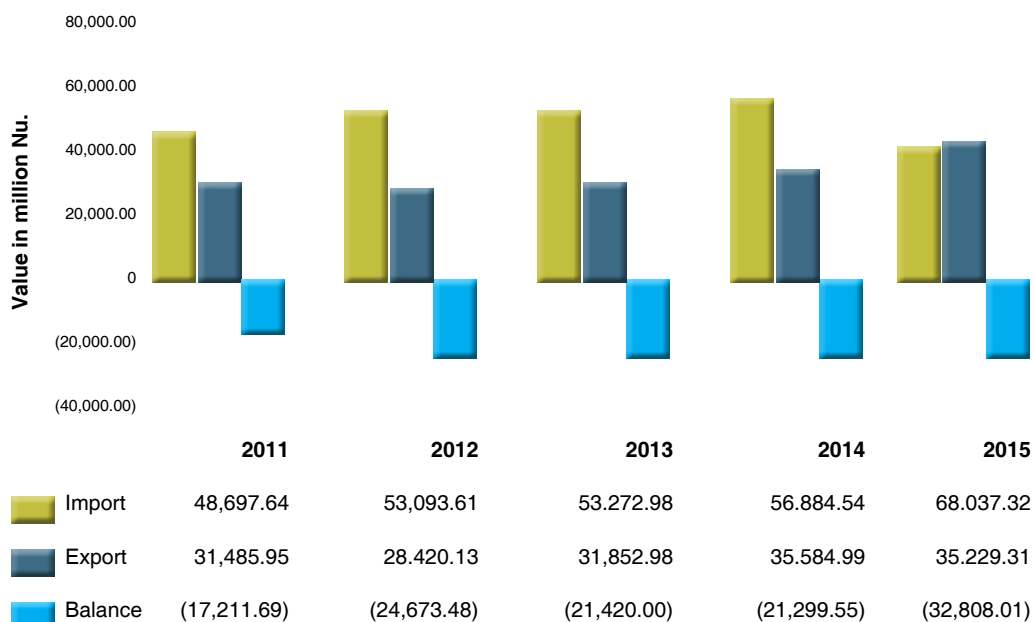
Nu in million

Type of Exemption	2015			2014		
	CD Foregone	ST Foregone	Total Tax Foregone	CD Foregone	ST Foregone	Total Tax Foregone
Fiscal Incentive	58.00	7.00	65.00	82.00	16.00	98.00
Hydro Power Project	29.00	12.00	41.00	256.00	96.00	352.00
Others	1,546.00	241.00	1,787.00	227.00	102.00	329.00
Plant and Machinery	216.00	74.00	290.00	157.00	44.00	201.00
Raw Materials	4.00	-	4.00	203.00	96.00	299.00
Vehicles	85.00	71.00	156.00	38.00	22.00	60.00
Total	1,938.00	405.00	2,343.00	963.00	376.00	1,339.00

4.4 Overall Trade

The overall trade balance not only indicates the performance of the economy but also shows the engagement of Customs in trade transactions and its role in custom clearances and trade facilitation during the period.

Figure 10 Overall Trade



The total import in 2015 stood at Nu 68,037.32 million registering an increase of 19.6 percent as compared to Nu 56,884.54 million in 2014. However, the total export has decreased by Nu 355.68 million as compared to previous year despite witnessing increase in export of electricity by 1,490.84 from 10,633.63 million to 12,124.48 million in 2015. The year recorded a trade deficit of Nu 32,808.01 million. The trade deficit as compared to the previous year had substantially increased by 54.03 percent and this was mainly attributed to the increase in import and decrease in export.

4.4.1 Trade with India

Import from India increased by 12.32 percent as compared to 2014 from Nu 47,847.37 million to Nu 53,740.50 million in 2015. However, export to India has decreased by Nu 0.09 million as compared to the same period last year from Nu 31,801.44 million to Nu 31,801.35 million.

As shown in table, the deficit balance over the years has been increasing except for 2013 which showed a decrease by 1.95% as compared to 2012. And the decrease was because of ban imposed on import of vehicle, liquor and furniture. Such continuous increase over the year was due to an unequal growth between import and exports.

Table 11 Trade with India **Nu in Million**

Trade	2011	2012	2013	2014	2015
Import	35,201.07	41,834.29	43,889.37	47,847.62	53,740.50
Export	26,377.97	26,627.35	28,979.16	31,801.44	31,801.35
Balance	(8,823.1)	(15,206.94)	(14,910.21)	(16,043.18)	(21,939.15)

4.4.2 Trade with Countries Other Than India

Import from countries other than India had increased by 58.21 percent as compared to previous year from Nu 9,036.91 million to Nu 14,296.82 million in 2015. Whereas, export to countries other than India has decreased by 9.40 percent as compared to 2014.

Import from countries other than India has steadily decreased from 2011 to 2014. There was drastic increase in 2015 due to lift of import ban on vehicle in 2014 and also due to import of new airbus 319 and helicopter, worth Nu 3,484.13 million and Nu 274.50 million.

The top 5 countries of export besides India were Bangladesh, Netherlands, United States of America, Germany and Singapore in 2015. The export mainly included ferro-silicon, cement, minerals and mineral products and cardamom.

Table 12 Trade with Countries other than India **Nu in Million**

Trade	2011	2012	2013	2014	2015
Import	13,496.57	11,255.33	9,383.62	9,036.92	14,296.82
Export	5,107.98	1,972.78	2,873.82	3,783.55	3,427.97
Balance	(8,388.59)	(9,282.55)	(6,509.8)	(5,253.37)	(10,868.85)

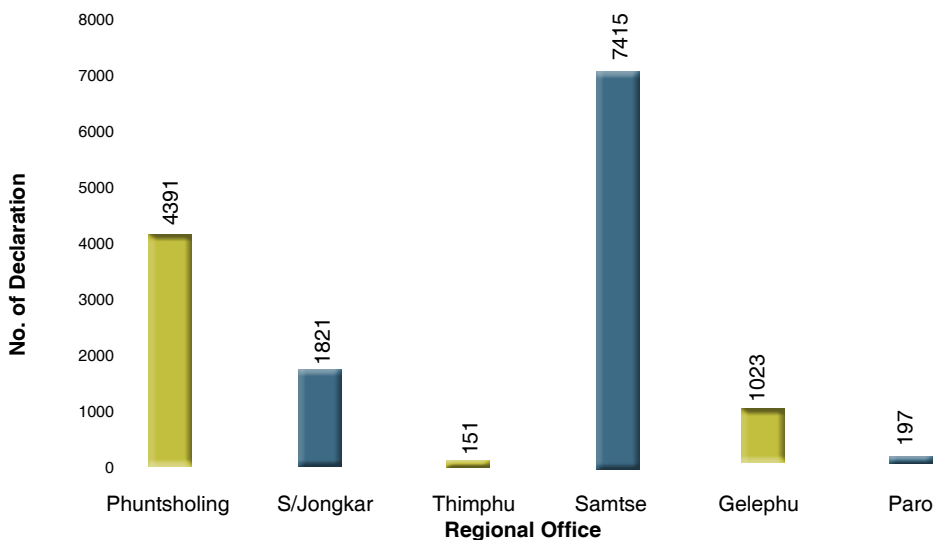
4.5 Customs Declaration per Staff

Customs declaration per number of staff indicates the workload on each customs official on the overall trade. In 2015, RRCO Samtse recorded 7,414 declarations per staff, which was the highest declaration per staff as compared to other regional offices. RRCO Phuntsholing registered the second highest with 4,391 declarations per staff followed by Samdrup Jongkhar with 1,820 declarations, Gelephu with 1,023, Paro with 196 and Thimphu recorded 151 declarations per staff. Though more than 70 percent of trade takes place through Phuntsholing region, Samtse has recorded the highest declaration per staff because of the following reasons:

Samtse has lesser staff as compared to Phuntsholing region. Major export declaration takes place from Samtse region.

On an average, the overall customs declaration per staff for 2015 was 2,914 declarations which was an of 834 declarations when compared to 2079 declarations per staff in 2014.

Figure 11 Customs Declaration per Staff



4.6 Top Ten Exports

Export of electricity was recorded as the highest during the year amounting to Nu 12,124.48 million. However, the top ten exports other than electricity were ferro-silicon, iron, cement, cardamoms, and calcium carbide, silicon, dolomite and gypsum. Most of these commodities were exported to India and Bangladesh.

Table 13 Top Ten Exports (without trade in electricity) Nu. in Million

BTC Code	Commodity Description	Value
7202.21.00	Ferro-silicon	6,935.23
7207.12.00	Semi-finished products of iron	1,850.99
2523.29.30	Portland pozzolana cement	1,637.21
0908.31.00	Cardamom	940.85
2849.10.00	Calcium carbide	926.42
7214.30.00	Bars and rods of Iron	869.21
2804.69.00	Silicon	815.18
2518.10.20	Dolomite	693.15
2849.20.00	Silicon carbide	686.20
2520.10.00	Gypsum, anhydrite	646.47

4.7 Top Ten Imports

The top ten imports recorded for the year were petroleum products, aircrafts, spare parts for hydraulic turbine, ferrous products, wood charcoal, tower and lattice masts, vehicles and rice.

Petroleum products which topped the import list were mainly imported from India. Aircraft, which stood second on the list was imported from France.

Table 14 Top Ten Imports Nu in Million

BTC Code	Commodity Description	Value
2710.19.15	Diesel	5,262.71
8802.40.00	Aeroplane and other aircrafts	3,484.13
8410.90.00	Parts, including regulators of hydraulic turbines and water wheels	3,303.89
7203.10.00	Ferrous products obtained by direct reduction of iron ore	2,550.07
2710.12.10	Petrol	1,692.96
8503.00.00	Electric motors, generator and rotary converters	1,620.76
7308.20.00	Tower and lattice masts (Structure and parts thereof)	1,483.21
4402.90.00	Wood charcoal	1,408.13
1006.30.00	Semi-milled or wholly milled rice	1,126.42
8704.21.00	Motor vehicle for transport of goods	1,096.87

4.8 Country Wise Import and Export Ranking

India continued to be the largest trading partner for Bhutan in terms of both import and export. Import from India constituted 79 percent of the total import. The major commodities imported from India included essential items, construction materials, petroleum products, chemicals, base metals and vehicles. Import of vehicle fuel alone constituted 16 percent of total import from India.

Import from countries other than India constituted 21 percent of the total import. France was the second largest trading partner after India constituting 5.2 percent of import which was due to the import of new Airbus from France. Major commodities imported from countries other than India includes machinery, mechanical appliances, base metals and vehicles.

Export to India constituted 85.16 percent of the total export. The major commodities exported to India included articles of base metal, mineral products, chemicals and vegetables. Export of iron and steel products alone consist of 50 percent of the total exports to India.

Export to countries other than India constitutes 14.83 percent of the total export. Bangladesh was the second largest trading partner with export value of Nu. 1,817.46 million constituting 7.8 percent of export. The major commodities exported included vegetables, minerals and articles of base metal.

Table 15 Top Ten Import Countries **Nu in Million**

Rank	Country Name	Import value
1	India	53,490.85
2	France	3,548.87
3	Japan	1,466.62
4	Singapore	1,391.26
5	China	1,333.47
6	Thailand	1,168.95
7	Sweden	732.83
8	Germany	416.77
9	South Korea	344.13
10	Saudi Arabia	271.54

Table 16 Top Ten Export Countries **Nu in Million**

Rank	Country Name	Import Value
1	India	19,676.86
2	Bangladesh	1,817.46
3	Netherlands	434.08
4	United States of America	292.87
5	Germany	186.17
6	Singapore	169.81
7	Italy	152.17
8	Hongkong	110.09
9	Nepal	80.69
10	France	70.45



A Tribute to the Former Finance Secretary

In June 2016, Hon'ble Secretary of the Ministry of Finance, Mr. Lam Dorji, superannuated after serving the Ministry as a secretary for 10 years.

His initial appointment was in 1975 and he served under the Ministry of Finance for more than 41 years in various capacities. He was appointed as the Director of the Department of Budget & Accounts in mid 1999 and as the Secretary of the Ministry of Finance in July 2006.

The Department takes this opportunity to thank him for his support and invaluable contribution made to the Ministry of Finance. We wish him good health, prosperity, success and happiness in life ahead.

Abbreviations

AWPL	Army Welfare Project Limited
BCCL	Bhutan Carbide and Chemicals Limited
BFAL	Bhutan Ferro Alloys Limited
BTC	Bhutan Telecom Corporation
BNBL	Bhutan National Bank Limited
BoBL	Bank of Bhutan Limited
BHP	Basochu Hydropower Plant
BPC	Bhutan Power Corporation
BTS	Bhutan Trade Statistics
CHP	Chukha Hydropower Plant
COTI	Country Other Than India
DA	Desk Assessment
DGPC	Druk Green Power Corporation
DHI	Druk Holding and Investment
DRC	Department of Revenue and Customs
EBCCL	Eastern Bhutan Coal Company Limited
EBFSPL	Eastern Bhutan Ferro Silicon Private Limited
EDR	Excise Duty Refund
FA	Field Assessment
FCBL	Food Corporation of Bhutan Limited
FY	Fiscal Year
GOI	Government of India
IY	Income Year
INR	Indian Rupee
KHP	Kurichu Hydropower Plant
NRDCL	Natural Resource Development Corporation Limited
Nu	Ngultrum
PCAL	Penden Cement Authority Limited
PoS	Point of Sale
RRCO	Regional Revenue and Customs Office
RGoB	Royal Government of Bhutan
RMA	Royal Monetary Authority
RSTA	Road Safety and Transport Authority
RICBL	Royal Insurance Corporation of Bhutan Limited
STCA	Sales Tax Collecting Agents
STCBL	State Trading Corporation of Bhutan Limited
THP	Tala Hydropower Plant
TCCL	Tashi Commercial Corporation Limited
TCB	Tourism Council of Bhutan

