



དངུལ་རྩིས་ལྷན་ཁག།

ROYAL GOVERNMENT OF BHUTAN
MINISTRY OF FINANCE
TASHICHHO DZONG



DRC/STD/Tax Act (3)/2012/871

27th August 2012
31st

Public Notification

Subject: Levy of Green Tax

This is to notify that the levy of Green Tax (GT) on motor vehicles specified below is approved during the 9th session of the 1st Parliament, upon enactment of the Tax Act 2012. The Green Tax is applicable retroactively from 20th June 2012, on the day the Tax Bill 2012 is tabled before the Parliament.

In line with Section 4 of the Tax Act 2012, motor vehicles imported on or after 20th June 2012 shall be liable to Green Tax prescribed below, in addition to the existing Sales Tax (ST) and Customs Duty (CD).

Sl.No.	Type of motor vehicles	Green Tax Rate
1	Motor cars and motor vehicles principally designed for the transport of persons with engine capacity 1800 cc and above, falling under BTC headings 87.03, 87.06 and 87.07.	20%
2	Motor vehicles for the transport of ten or more persons falling under BTC headings 87.02, 87.06 and 87.07.	5%
3	Motor cars and motor vehicles principally designed for the transport of persons with engine capacity 1799cc and below, falling under BTC headings 87.03, 87.06 and 87.07.	5%
4	Motor Vehicles of pick-up types irrespective of engine capacity, falling under BTC headings 87.03, 87.04, 87.06 and 87.07	5%
5	Motor vehicles for the transport of goods falling under BTC headings 87.04, 87.06 and 87.07	5%

Note: All vehicles specified above imported (date of arrival in the country) on or after 20th June 2012 shall be liable to applicable green tax irrespective of the placement of purchase orders or advance payments to the dealers. Electric vehicles shall not be subject to the levy of Green Tax and the Bhutan Trade Classification (BTC) 2012 shall be the basis of commodity classification for the purpose of Green Tax as well.

The Green Tax shall be implemented in accordance with the Tax Act 2012 and with such rules of the Sales Tax, Customs and Excise Act of the Kingdom of Bhutan 2000 and Amendment Act 2012.



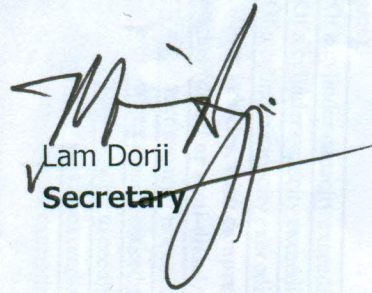
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Section 11 of the Tax Act 2012 states that there shall be no exemption from the Green Tax, even if tax exemptions granted under other laws and rules and regulations.

All motor vehicle dealers/ direct importers/buyers are requested to kindly extend your cooperation with the concerned Regional Revenue and Customs Offices.


Lam Dorji
Secretary

Copy to:

1. The Cabinet Secretary, for information
2. The Auditor General, Royal Audit Authority for information
3. All Ministries & Government Agencies for information
4. The Director, Department of Revenue & Customs for implementation
5. The Managing Director, BBS for public announcement
6. The Managing Director, Kuensel Corporation for public announcement
7. The Secretary General, BCCI for information
8. The Head PPD, MoF, for announcement on the MoF website.

Annexure I: Green Tax Schedule 2012

Head	BTC Code	Dash	Commodity Description	Unit	Duty %	Sale Tax%	Green Tax%
87.02			Motor vehicles for the transport of ten or more persons, including driver				
	8702.10.00	-	With compression-ignition internal combustion piston engine (diesel or semi-diesel)	NMB	20	15	5
	8702.90.00	-	Other				
	8702.90.10	---	Electrically operated				
	8702.90.20	---	Hybrid	NMB	0	0	0
	8702.90.90	---	Other	NMB	0	0	5
				NMB	30	20	5
87.03			Motor cars and other motor vehicles principally designed for the transport of persons (other than those of heading 87.02), including station wagons and racing cars.				
	8703.10.00	-	Vehicles specifically designed for travelling on snow; golf cars and similar vehicles				
	8703.10.10	---	Electrically operated	NMB	0	0	0
	8703.10.20	---	Hybrid	NMB	0	0	20
	8703.10.90	---	Other	NMB	30	20	20
		-	Other vehicles, with spark-ignition internal combustion reciprocating piston engine:				
	8703.21.00	--	Of a cylinder capacity not exceeding 1000cc	NMB	20	20	5
	8703.22.00	--	Of a cylinder exceeding 1,000 cc but not exceeding 1500 cc	NMB	20	20	5
	8703.23.00	--	Of a cylinder capacity not exceeding 1500 cc but not exceeding 3000 cc				
	8703.23.10	---	Of a cylinder capacity exceeding 1500 cc but not exceeding 1799 cc	NMB	25	20	5
	8703.23.20	---	Of a cylinder capacity exceeding 1799 cc but not exceeding 2,500 cc	NMB	25	20	20
	8703.23.30	---	Of a cylinder capacity exceeding 1799 cc but not exceeding 2,500 cc (pick-ups).	NMB	25	20	5
	8703.23.40	---	Of a cylinder capacity exceeding 2500 cc but not exceeding 3000 cc	NMB	30	20	20
	8703.23.90	---	Of a cylinder capacity exceeding 2500 cc but not exceeding 3000 cc (pick-ups).	NMB	30	20	5
	8703.24.00	--	Of a cylinder capacity exceeding 3,000 cc				
	8703.24.10	---	Of a cylinder capacity exceeding 3,000 cc	NMB	30	20	20
	8703.24.90	---	Of a cylinder capacity exceeding 3,000 cc (pick-ups)	NMB	30	20	5
		-	Other vehicles, with compression-ignition internal combustion piston engine (diesel or semi-diesel):				
	8703.31.00	--	Of a cylinder capacity not exceeding 1,500 cc	NMB	20	20	5
	8703.32.00	--	Of a cylinder capacity exceeding 1,500 cc but not exceeding 2,500 cc				
	8703.32.10	---	Of a cylinder capacity exceeding 1500 cc but not exceeding 1,799 cc	NMB	25	20	5
	8703.32.20	---	Of a cylinder capacity exceeding 1,799 cc but not exceeding 2,500 cc	NMB	25	20	20
	8703.32.90	---	Of a cylinder capacity exceeding 1,799 cc but not exceeding 2,500 cc (pick-ups)	NMB	25	20	5
	8703.33.00	--	Of a cylinder capacity exceeding 2,500 cc				

Head	BTC Code	Dash	Commodity Description	Unit	Duty %	Sale Tax%	Green Tax%
	8703.33.10	---	Of a cylinder capacity exceeding 2,500 cc	NMB	30	20	20
	8703.33.90	---	Of a cylinder capacity exceeding 2,500 cc (pick-ups)	NMB	30	20	5
	8703.90.00	-	Other				
	8703.90.10	---	Electrically operated	NMB	0	0	0
	8703.90.20	---	Hybrid	NMB	0	0	20
	8703.90.90	---	Other	NMB	30	20	20
87.04			Motor vehicles for the transport of goods				
	8704.10.00	-	Dumpers designed for off-highway use	NMB	0	0	5
		-	Other, with compression-ignition internal combustion piston engine (diesel or semi-diesel):				
	8704.21.00	--	g.v.w. not exceeding 5 tonnes	NMB	20	5	5
	8704.22.00	--	g.v.w. exceeding 5 tonnes but not exceeding 20 tonnes	NMB	20	5	5
	8704.23.00	--	g.v.w. exceeding 20 tonnes	NMB	20	5	5
		-	Other, with spark-ignition internal combustion piston engine:				
	8704.31.00	--	g.v.w not exceeding 5 tonnes	NMB	20	5	5
	8704.32.00	--	g.v.w. exceeding 5 tonnes	NMB	20	5	5
	8704.90.00	-	Other				
	8704.90.10	---	Electrically operated	NMB	0	0	0
	8704.90.20	---	Hybrid	NMB	0	0	5
	8704.90.90	---	Other	NMB	20	5	5
87.06			Chassis fitted with engines, for the motor vehicles of headings 87.01 to 87.05				
	8706.00.00	-	Chassis fitted with engines, for the motor vehicles of headings 87.01 to 87.05				
	8706.00.10	---	Chassis fitted with engines, for the motor vehicles of headings 87.01 and 87.05	NMB	20	5	0
	8706.00.20	---	Chassis fitted with engines, for the motor vehicles of BTC codes 8702.10.00, 8702.90.20, 8702.90.90, 8703.21.00, 8703.22.00, 8703.23.10, 8703.23.30, 8703.23.90, 8703.24.90, 8703.31.00, 8703.32.10, 8703.32.90, 8703.33.90, 8704.10.00, 8704.21.00, 8704.22.00, 8704.23.00, 8704.31.00, 8704.32.00, 8704.90.20 and 8704.90.90.	NMB	20	5	5
	8706.00.30	---	Chassis fitted with engines, for the motor vehicles of BTC Codes 8703.10.20, 8703.10.90, 8703.23.20, 8703.23.40, 8703.24.10, 8703.32.20, 8703.33.10, 8703.90.20 and 8703.90.90.	NMB	20	5	20
	8706.00.90	---	Chassis fitted with engines, for the motor vehicles of BTC codes 8702.90.10, 8703.10.10, 8703.90.10 and 8704.90.10.	NMB	20	5	0
87.07			Bodies (including cabs), for the motor vehicles of headings 87.01 to 87.05				
	8707.10.00	-	For the vehicles of heading 87.03				
	8707.10.10	---	For the vehicles of BTC codes 8703.10.10 and 8703.90.10	NMB	10	5	0

Head	BTC Code	Dash	Commodity Description	Unit	Duty %	Sale Tax%	Green Tax%
	8707.10.20	---	For the vehicles of BTC codes 8703.10.20, 8703.10.90, 8703.23.20, 8703.23.40, 8703.24.10, 8703.32.20, 8703.33.10, 8703.90.20 and 8703.90.90.	NMB	10	5	20
	8707.10.90	---	For the vehicles of BTC codes 8703.21.00, 8703.22.00, 8703.23.10, 8703.23.30, 8703.23.90, 8703.24.90, 8703.31.00, 8703.32.10, 8703.32.90 and 8703.33.90.	NMB	10	5	5
	8707.90.00	-	Other				
	8707.90.10	---	Bodies (including cabs), for the motor vehicles of headings 87.01 and 87.05	NMB	10	5	0
	8707.90.20	---	Bodies (including cabs), for the motor vehicles of BTC code 8702.90.10 and 8704.90.10.	NMB	10	5	0
	8707.90.30	---	Bodies (including cabs), for the motor vehicles of BTC code 8702.10.00, 8702.90.20, 8702.90.90, 8704.10.00, 8704.21.00, 8704.22.00, 8704.23.00, 8704.31.00, 8704.32.00, 8704.90.20 and 8704.90.90.	NMB	10	5	5