

འོང་འབབ་དང་ཅ་དམ་ལས་ཁུངས།
དངུལ་རྩིས་རྒྱན་ཁག།

DEPARTMENT OF REVENUE & CUSTOMS
MINISTRY OF FINANCE
THIMPHU

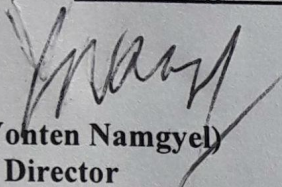


DRC/STD (FI) 4/2017/ 1644

November 9, 2017

Public Notification

This is to notify all eligible applicants that Sales Tax and Customs Duty exemption for selected sectors under Fiscal Incentives 2017 will henceforth be issued by Regional Revenue & Customs Offices. Therefore, all eligible applicants are requested to apply accordingly as per the details provided in our website www.mof.gov.bt or www.drc.gov.bt


(Yonten Namgyel)
Director

1. The Hon'ble Finance Secretary, Ministry of Finance for kind information
2. The BBS for announcement.
3. The Kuensel for announcement.
4. The PIS, DRC, HQ for information and necessary action.

Annexure I: Sectors and types of incentives decentralized -Phase I (15 provisions)

Sectors	Rule No.***	Types of Incentives	RRCO
General Incentives	32	ST exemption on permissible raw materials and primary packaging materials for manufacturing industry.	Apply to concerned RRCO where the taxpayer is registered
	34	CD exemption on permissible raw materials and primary packaging materials for manufacturing industry.	do
	36	Payment of concessional customs duty rate of 3% on permissible raw materials and primary packaging materials.	do
	37	CD exemption on proprietary raw materials (concentrate/formula) for manufacturing Industries.	do
	38	ST & CD exemption on Point of Sale (PoS) machines and ATMs for financial institutions.	do
	39	ST & CD exemption on electronic cash register.	do
Energy Sector	42	ST & CD exemption to hydroelectric projects.	Apply to concerned RRCO as per the existing arrangements.
	43	ST & CD exemption specific materials for hydroelectric projects service centers.	Apply to concerned RRCO where the taxpayer is registered
CSI and Cooperatives Sector	45	ST & CD exemption on permissible raw materials and primary packaging materials for CSI and Co-operatives (Note: ST & CD exemption on Plant and Machinery will be issued by DRC, HQ)	Do
Tourism Sector	48	ST& CD exemption on buses for tour operators.	Apply to concerned RRCO where the taxpayer is registered
	49	ST & CD exemption on camping, trekking, rafting, kayaking, boating and other outdoor or adventure recreation equipment for tour operators.	Do
	50	ST& CD exemption for tourist standard hotels.	Do
Health Sector	56	ST & CD exemption on medicines and medical supplies, equipment used for medical diagnostic, curative, rehabilitative and palliative services.	Apply to RRCO, Thimphu for exemption
ICT Sector	60	Exemption of 30% Sales Tax on Bhutanese cinema.	Apply to concerned RRCO where the taxpayer is registered
Transport Sector	61	ST & CD exemption for buses and trucks used by passenger transport entities.	Do

***Rules on the Fiscal Incentives Act of Bhutan, 2017