



SECRETARY

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Aug 1, 2025

**Public Notification**

The Ministry of Finance informs the public that, starting January 1, 2026, the Goods and Services Tax (GST) Act and the Excise Tax Act will come into effect, marking a significant shift in the country's tax system.

As part of this transition, the existing *Sales Tax* and *Green Tax* will be repealed and discontinued. They will be replaced by the GST and the Excise Tax. As a result, all current Sales Tax exemptions, including those related to vehicle import quotas with seven-year validity, will expire on the date the new Acts becomes effective.

It is important to note that the vehicle quota exemption will no longer be applicable to the GST and Excise Tax frameworks. However, vehicle quota exemptions will continue to be valid for *Customs Duty only*.

This notice is issued in the spirit of transparency and to support the relevant stakeholder in making informed decisions as the country moves toward implanting these important tax reforms.

(Leki Wangmo)  
Finance Secretary