REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

Quezon City

January 5, 2018

REVENUE REGULATIONS NO. 3-2018

SUBJECT: Providing for the Revised Tax Rates on Tobacco Products Pursuant to the Provisions of Republic Act No. 10963, otherwise known as "Tax Reform for Acceleration and Inclusion (TRAIN) Law", Amending for the Purpose Revenue Regulations No. 17-2012

TO: All Internal Revenue Officers and Others Concerned.

SECTION 1. SCOPE. - Pursuant to the provisions of Section 244 in relation to Section 245 of the National Internal Revenue Code of 1997 (NIRC), as amended and Section 84 of Republic Act No. 10963, otherwise known as "Tax Reform for Acceleration and Inclusion (TRAIN) Law", these Regulations are hereby promulgated to provide for the revised tax rates on cigarettes, amending certain provisions of Revenue Regulations (RR) No. 17-2012.

SEC. 2. AMENDATORY PROVISIONS. - The provisions of Section 3 Items B(4) and B(5) of RR No. 17-2012 is hereby amended as follows:

"SEC. 3. REVISED RATES AND BASES OF THE SPECIFIC TAX. - There shall be levied, assessed and collected an excise tax on tobacco products, in accordance with the following schedule:

<table>
<thead>
<tr>
<th>PRODUCT</th>
<th>DATE OF EFFECTIVITY OF TAX RATES</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>January 1, 2018 until June 30, 2018</td>
</tr>
<tr>
<td>xxx</td>
<td>Per Pack</td>
</tr>
<tr>
<td>B. TOBACCO PRODUCTS</td>
<td>Per Pack</td>
</tr>
<tr>
<td>xxx</td>
<td>Php 32.50</td>
</tr>
<tr>
<td>(4) Cigarettes packed by hand</td>
<td></td>
</tr>
<tr>
<td>(5) Cigarettes packed by machine</td>
<td></td>
</tr>
<tr>
<td>xxx</td>
<td></td>
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</tbody>
</table>
SEC. 4. REPEALING CLAUSE. – All regulations, rulings or orders or portions thereof not consistent with the provisions of these Regulations are hereby revoked, repealed or amended accordingly.

SEC. 5. EFFECTIVITY CLAUSE. – These Regulations shall take effect immediately following its publication in a newspaper of general circulation.

CARLOS G. DOMINGUEZ
Secretary of Finance
JAN 1 1 2018

Recommending Approval:

CAESAR R. DULAY
Commissioner of Internal Revenue
012459

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BIR TRAIN IRR/RR Drafting Committee.