REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE
Quezon City

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March 6, 2020

REVENUE MEMORANDUM ORDER NO. 20-2020

SUBJECT : **Creation and Modification of Alphanumeric Tax Code (ATC) for Excise Tax on Tobacco Products, Heated Tobacco Products and Vapor Products Pursuant to the Implementation of Republic Act (RA) No. 11346 (An Act Increasing the Excise Tax on Tobacco Products, Imposing Excise Tax on Heated Tobacco Products and Vapor Products, Increasing the Penalties for Violations of Provisions on Articles Subject to Excise Tax, and Earmarking a Portion of the Total Excise Tax Collection from Sugar-Sweetened Beverages, Alcohol, Tobacco, Heated Tobacco and Vapor Products for Universal Health Care Amending for this Purpose Sections 144, 145, 146, 147, 152, 164, 260, 262, 263, 265, 288 and 289, Repealing Section 288(B) and 288(C), and Creating New Sections 263-A, 265-B and 288-A of the National Internal Revenue Code of 1997, as Amended by Republic Act No. 10963, and for Other Purposes); RA No. 11467 (An Act Amending Sections 109, 141, 142, 143, 144, 147, 152, 263, 263-A, 265, and 288-A, and Adding a New Section 290-A to Republic Act No. 8424, as Amended, Otherwise Known as the National Internal Revenue Code of 1997, and for Other Purposes); and RA No. 10351 (An Act Restructuring the Excise Tax on Alcohol and Tobacco Products by Amending Sections 141, 142, 143, 144, 145, 8, 131 and 288 of Republic Act No. 8424, Otherwise Known as the National Internal Revenue Code of 1997, as Amended by Republic Act No. 9334, and for Other Purposes)**

TO : **All Collection Agents, Revenue District Officers and Other Internal Revenue Officers Concerned**

I. OBJECTIVE:

To facilitate the proper identification and monitoring of tax collection from Excise Tax on Tobacco Products, Heated Tobacco Products and Vapor Products, in connection with the implementation of RA Nos. 11346, 11467 and 10351, and for inclusion in BIR Form No. 2200-T (Excise Tax Return for Tobacco Products).

II. THE FOLLOWING ATCs ARE HEREBY CREATED:

ATC	Description	Tax Rate	Legal Basis	BIR Form No.
XT155	Cigarettes Packed by Machine Effective January 1, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 ₱ 45.00 per pack ₱ 50.00 per pack ₱ 55.00 per pack ₱ 60.00 per pack	RA No. 11346	2200-T
XT160	On Heated Tobacco Products Effective January 1, 2020 Effective January 27, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 ₱ 10.00 per pack ₱ 25.00 per pack ₱ 27.50 per pack ₱ 30.00 per pack ₱ 32.50 per pack	RA Nos. 11346 and 11467	
XT165	Vapor Products Effective January 1, 2020 to January 26, 2020 00.00 ml to 10.00 ml 10.01 ml to 20.00 ml 20.01 ml to 30.00 ml 30.01 ml to 40.00 ml 40.01 ml to 50.00 ml More than 50.00 ml	 ₱ 10.00 ₱ 20.00 ₱ 30.00 ₱ 40.00 ₱ 50.00 ₱ 50.00 plus ₱10.00 for every additional 10.00 ml	RA No. 11346	

ATC	Description	Tax Rate	Legal Basis	BIR Form No.
	On Vapor Products		RA. No. 11467	2200-T
XT170	a. Nicotine Salt or Salt Nicotine			
	Effective January 27, 2020	₱ 37.00 per milliliter		
	Effective January 1, 2021	₱ 42.00 per milliliter		
	Effective January 1, 2022	₱ 47.00 per milliliter		
	Effective January 1, 2023	₱ 52.00 per milliliter		
XT180	b. Conventional 'Freebase' or 'Classic' Nicotine			
	Effective January 27, 2020	₱ 45.00 per Ten (10) milliliters		
	Effective January 1, 2021	₱ 50.00 per Ten (10) milliliters		
	Effective January 1, 2022	₱ 55.00 per Ten (10) milliliters		
	Effective January 1, 2023	₱ 60.00 per Ten (10) milliliters		
	Inspection Fee		RA No. 11346	
XT190	Heated Tobacco Products	₱ 0.10 per 1000 unit of heated tobacco products		
XT200	Vapor Products	₱ 0.01 per milliliter		

III. THE FOLLOWING ATCs ARE HEREBY MODIFIED:

EXISTING (per ATC Handbook)			MODIFIED/NEW			BIR FORM NO.
ATC	Description	Tax Rate	Description	Tax Rate	Legal Basis	
XT010	Tobacco Products		Tobacco Products		RA No. 10351 RR No. 17-2012	2200-T
	a. Tobacco twisted by hand or reduced into a condition to be consumed in any manner other than the ordinary mode of drying and curing		a. Tobacco twisted by hand or reduced into a condition to be consumed in any manner other than the ordinary mode of drying and curing			
	Effective January 1, 2013	₱ 1.75/kg	Effective January 1, 2020	₱ 2.31/kg		
	Effective January 1, 2014	₱ 1.82/kg	Effective January 1, 2021	₱ 2.40/kg		
	Effective January 1, 2015	₱ 1.89/kg	Effective January 1, 2022	₱ 2.50/kg		
	Effective January 1, 2016	₱ 1.97/kg	Effective January 1, 2023	₱ 2.60/kg		
	Effective January 1, 2017	₱ 2.05/kg				
	b. Tobacco prepared or partially prepared with or without the use of any machine or instrument or without being pressed or sweetened		b. Tobacco prepared or partially prepared with or without the use of any machine or instrument or without being pressed or sweetened			
	Effective January 1, 2013	₱ 1.75/kg	Effective January 1, 2020	₱ 2.31/kg		
	Effective January 1, 2014	₱ 1.82/kg	Effective January 1, 2021	₱ 2.40/kg		
	Effective January 1, 2015	₱ 1.89/kg	Effective January 1, 2022	₱ 2.50/kg		
	Effective January 1, 2016	₱ 1.97/kg	Effective January 1, 2023	₱ 2.60/kg		
	Effective January 1, 2017	₱ 2.05/kg				
	c. Fine-cut shorts and refuse, scraps, clippings, cuttings, stems, midribs and sweepings of tobacco		c. Fine-cut shorts and refuse, scraps, clippings, cuttings, stems, midribs and sweepings of tobacco			
	Effective January 1, 2013	₱ 1.75/kg	Effective January 1, 2020	₱ 2.31/kg		
	Effective January 1, 2014	₱ 1.82/kg	Effective January 1, 2021	₱ 2.40/kg		
	Effective January 1, 2015	₱ 1.89/kg	Effective January 1, 2022	₱ 2.50/kg		
	Effective January 1, 2016	₱ 1.97/kg	Effective January 1, 2023	₱ 2.60/kg		
	Effective January 1, 2017	₱ 2.05/kg				

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EXISTING (per ATC Handbook)			MODIFIED/NEW			BIR FORM NO.
ATC	Description	Tax Rate	Description	Tax Rate	Legal Basis	
XT020	Chewing Tobacco Unsuitable for Use in Any Other Manner Effective January 1, 2013 Effective January 1, 2014 Effective January 1, 2015 Effective January 1, 2016 Effective January 1, 2017	 ₱ 1.50/kg ₱ 1.56/kg ₱ 1.62/kg ₱ 1.68/kg ₱ 1.75/kg	Chewing Tobacco Unsuitable for Use in Any Other Manner Effective January 1, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 ₱ 1.97/kg ₱ 2.05/kg ₱ 2.13/kg ₱ 2.22/kg	RA No. 10351 RR No. 17-2012	2200-T
XT035	Cigars a. Ad Valorem Tax Based on the Net Retail Price (NRP) per Cigar [excluding the excise and value-added tax (VAT)] Effective January 1, 2013 Effective January 1, 2014 Effective January 1, 2015 Effective January 1, 2016 Effective January 1, 2017	 20% NRP/cigar 20% NRP/cigar 20% NRP/cigar 20% NRP/cigar 20% NRP/cigar	Cigars a. Ad Valorem Tax Based on the Net Retail Price (NRP) per Cigar [excluding the excise and value-added tax (VAT)] Effective January 1, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 20% NRP/cigar 20% NRP/cigar 20% NRP/cigar 20% NRP/cigar	RA No. 11346	
XT036	b. Specific Tax Effective January 1, 2013 Effective January 1, 2014 Effective January 1, 2015 Effective January 1, 2016 Effective January 1, 2017	 ₱ 5.00/cigar ₱ 5.20/cigar ₱ 5.41/cigar ₱ 5.62/cigar ₱ 5.85/cigar	b. Specific Tax Effective January 1, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 ₱ 6.57/cigar ₱ 6.83/cigar ₱ 7.10/cigar ₱ 7.38/cigar		
XT040	Cigarettes Cigarettes Packed by Hand Effective January 1, 2013 Effective January 1, 2014 Effective January 1, 2015 Effective January 1, 2016 Effective January 1, 2017	 ₱ 12.00/pack ₱ 15.00/pack ₱ 18.00/pack ₱ 21.00/pack ₱ 30.00/pack	Cigarettes Cigarettes Packed by Hand Effective January 1, 2020 Effective January 1, 2021 Effective January 1, 2022 Effective January 1, 2023	 ₱ 45.00/pack ₱ 50.00/pack ₱ 55.00/pack ₱ 60.00/pack		

IV. REPEALING CLAUSE:

This Revenue Memorandum Order (RMO) revises portions of all other issuances inconsistent herewith.

V. EFFECTIVITY:

This RMO shall take effect immediately.

CAESAR R. DULAY
Commissioner of Internal Revenue

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