

Government of the Republic of the Union of Myanmar

Ministry of Planning and Finance

Union Minister Office

Notification No. 38/2019

Nay Pyi Taw, 4th Waxing of Tangu, 1380 ME

8th April, 2019

1. Ministry of Planning and Finance(MOPF), in exercise of the power conferred by Section 16(b) of the Income Tax Law, hereby sets out the rates and methods to collect the advanced taxes on exported/imported goods during a relevant income year:
 - (a) for the exports, the advanced taxes must be collected in Myanmar Kyat during the relevant income year at 2% of the value of the exported goods if the export is charged in Myanmar currency; and 2% of the value of the exported goods as calculated by using the exchange rate set out by the Central Bank of Myanmar for the date of export if the export is charged in a foreign currency;
 - (b) for the imports, the advanced taxes must be collected in Myanmar Kyat during the relevant income year at 2% of the Customs assessed value of the imported goods.
2. The following exports and imports are subject to the advanced taxes to be collected during the relevant income year:
 - (a) the exports and imports traded under the Border Trade System;
 - (b) the exports and imports traded under Normal Trade through Border System;
 - (c) the exports and imports traded under Normal Trade System.
3. The advanced taxes to be collected during the relevant income year must not be applicable for the followings:
 - (a) the goods imported or exported by the government ministries and departments, and state-owned enterprises by using the budget allowance;
 - (b) the vehicles imported by the individuals who have returned the old or damaged vehicles for substitution;

Unofficial Translation

- (c) the machinery and equipment imported during the construction period as a necessity, and the raw materials imported for manufacturing goods during the first three-year period after the construction is finished, which must be made under the tax exemptions granted by Myanmar Investment Commission (MIC);
 - (d) the goods imported as donations and supports by the local and international organizations;
 - (e) the fire engines, hearse (funeral cars) and ambulances (excluding the vehicles imported for hospitals used by the private businesses);
 - (f) the raw materials imported for wage-earning businesses;
 - (g) the goods imported under Draw Back System;
 - (h) the goods imported under Temporary Importation Arrangement.
4. The advanced taxes collected at the above-mentioned rates in Paragraph (1) during the relevant income year must be set off from the payable income tax as calculated by the final assessment.
5. This Notification shall be effective from May 1, 2019.
6. This Notification revokes the Notification No. 7/2018 issued by Ministry of Planning and Finance on 22 January ,2018.

Sd/-

Soe Win
Union Minister

Letter No. : Saba/finance-1/3/1 (2505/2019)

Date : 8th April, 2019

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By order,

Sd/-

On behalf of the Union Minister
(MaungMaung Win, Deputy Minister)