

VDB | *Loi*

**MYANMAR**  
**TAX BOOKLET**  
**2020 - 2021**



**Get to the point.**

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## Abbreviations

Term	Definition
ACIA	ASEAN Comprehensive Investment Agreement
BIT	Bilateral Investment Treaties
CGT	Capital Gains Tax
CIF	Cost, insurance and freight
CIT	Corporate Income Tax
CT	Commercial Tax
DTA	Double Taxation Agreement
FTA	Free Trade Agreement
IRD	Internal Revenue Department
ITL	Income Tax Law
MIC	Myanmar Investment Commission
MOPFI	Ministry of Planning, Finance and Industry
PIT	Personal Income Tax
PT	Property Tax
SD	Stamp Duty
SEZ	Special Economic Zone
SGT	Specific Goods Tax
UTL	Union Tax Law
WHT	Withholding Tax



# Corporate Income Tax

## Rates of tax

The current corporate income tax (“**CIT**”) rate is 25% for Myanmar companies, branches registered under the Myanmar Companies Law (“**MCL**”) 2017, and companies operating under an investment license from Myanmar Investment Commission (“**MIC**”) (i.e. foreign-owned resident companies with an investment license from the MIC granted under the Foreign Investment Law and Myanmar Investment Law 2016). However, please note that CIT rate for companies listed on the Yangon Stock Exchange is 20% effective from 2017-2018 income year. Resident entities, which are defined as companies established under the MCL are obliged to declare and pay CIT on their worldwide income. Non-residents, including branches or overseas corporations registered under the MCL, are only obliged to pay CIT on their Myanmar-sourced income.

## Deductibility

Generally, expenditures incurred for the purpose of earning business income are deductible, subject to certain limitations. Capital expenditures, personal expenditures, expenditures not commensurate with the volume of business, inappropriate expenditures, expenditures incurred for purposes other than earning such income, and payments made to a member of an association of persons other than a company or a cooperative society, are not deductible.

## Depreciation

A depreciation allowance is deductible for CIT purposes. Capital assets must be capitalized and depreciated on a straight-line basis in accordance with the rates set out in Notification 19/2016, the Second Regulations Amending the Income Tax Regulations. If a taxpayer wishes to use a different tax depreciation rate or a method, a request can be submitted to the IRD starting from FY2019-2020. If the IRD approves, different tax depreciation rate or method can be applied. A full-year depreciation allowance can be claimed for the year in which a capital asset is acquired, regardless of whether the asset is used for all or part of that year. Please refer to Annex 1 (Page 24) for detailed tax depreciation rates.

## Loss carry forward

Under the Income Tax Law 1974 (“**ITL**”), a tax loss incurred by a company can be carried forward for up to three consecutive years and can be offset against taxable profits in the future, with the exception of capital losses.

## **2% Advanced Income Tax on importation and exportation**

Companies importing or exporting goods must pay a 2% Advanced Income Tax (“**AIT**”) on the assessed value of the goods for import and export. There are a few exceptions, including the import of materials and equipment during the construction period of projects, and raw materials imported during the first three years of production under an investment license from MIC. The tax that is collected as an AIT can be offset against the annual CIT liability.



# Withholding Tax

## Overview

The MOPFI released Notification 47/2018 (“**Notification 47/2018**”) on 18 June 2018 which revokes the Withholding Tax (“**WHT**”) Notification 51/2017. The Notification 47/2018 is effective from 1 July 2018 (FY2018-2019). Please refer to below table in relation to payments subject to WHT under Notification 47/2018.

Type of Income	Residents	Non-Residents
	Notification 47/2018	Notification 47/2018
Interests	0%	15%
Royalties	10%	15%
Goods (Locally purchased goods) – payments made by government organizations, ministries and state-owned enterprises	2%	2.5%
Goods (Locally purchased goods) – payments made by others apart from government organizations, ministries and state-owned enterprises	0%	2.5%
Services (Locally rendered services) – payments made by government organizations, ministries and state-owned enterprises	2%	2.5%
Services (Locally rendered services) – payments made by others apart from government organizations, ministries and state-owned enterprises	0%	2.5%

The Notification 47/2018 imposes legal obligation on the payer to deduct WHT from payments that are subject to WHT, regardless of whether the income recipient has agreed to the deduction or not. Please note that the IRD may recover the WHT from the payer if the payer is failed to deduct applicable WHT. The payer can be a resident taxpayer or a non-resident taxpayer. The obligation for deducting WHT rests with the payer.

## **Exemption of WHT**

Exemption from WHT deduction is given to payments between government organizations, and payments made to respective government organizations and stated-owned enterprises and interest payments to non-resident lenders who open branches locally or file corporate income tax return for income derived from the branch. Previously, Myanmar branches of foreign banks were considered non-residents and are thus captured in Myanmar's 15% WHT rate on interest paid to non-residents. From 1 April 2017, the WHT on interest payment to the Myanmar branches of foreign banks will no longer apply.

## **Minimum threshold**

Under Notification 47/2018, there is a minimum threshold of MMK 1 million for total payments within a year period for payments made by government organizations, ministries and state-owned enterprises. However, there is no minimum threshold for payments made to non-residents.

## **Double Taxation Agreement**

If the non-resident taxpayer is a resident taxpayer of a country with which Myanmar has a tax treaty, a relief may be available under the DTA. The IRD will require the non-resident to provide the Certificate of Residence issued by the tax authority of their country of residence. However, in order to enjoy the reliefs under the DTA, an application must be made to the IRD for approval.

## Capital Gains Tax

### Overview

Capital assets include land, buildings and their rooms, vehicles, and work-related capital assets. The expression also includes shares, bonds, securities and similar instruments. Capital gains tax (“CGT”) is applicable to both resident and non-resident taxpayers deriving a profit from the sale, exchange, or transfer of capital assets in Myanmar. CGT is payable by the person deriving the gains. A CGT return must be lodged by any person who sells, exchanges or transfers capital assets, even if there is no gain or loss.

### Income threshold for paying CGT

If the total sale-value of the capital asset; which was sold, exchanged or transferred, does not exceed MMK 10 million, CGT will not be applicable.

### Rates of tax

The CGT rate for all taxpayers (with the exception of those deriving a gain from an upstream oil and gas asset or a company holding an upstream oil and gas asset) is 10%, and is imposed in either MMK or a foreign currency.

CGT for upstream oil and gas sector must be paid in the same currency in which the gain was received. The following rates apply:

	Capital gain	Tax rate
1	Up to MMK100 billion	40%
2	From over MMK100 billion to MMK150 billion	45%
3	Over MMK150 billion	50%

### Calculation of CGT

CGT is calculated on the full value of the sale, exchange or transfer after deducting depreciation, the original asset cost, any capital expenditures to increase the life of the asset, and any expenditures incurred in the procurement, sale, exchange or transfer of the asset. Depreciation is not allowed for the year of disposal of the capital asset.

# Personal Income Tax

## Overview

Employers, whether residents or non-residents of Myanmar for tax purposes, are liable to deduct personal income tax (“PIT”) from payments of salaries, wages and other remuneration made to all employees. Employees that are residents of Myanmar (both Myanmar nationals and foreigners) are taxed on their worldwide income at progressive rates after deducting the prescribed allowances and reliefs; whereas non-residents are taxed only on their Myanmar-sourced income, at the same progressive rates.

## Residency

A foreign individual is considered as a resident foreigner for tax purposes if they are residing in Myanmar for 183 days and more during an income year (1 October to following 30 September). Accordingly, foreigners who are residing in Myanmar for less than 183 days are considered non-resident foreigners.

## Taxable salary

Salary income as defined by the ITL includes “salary, wages, annuities, bonuses, awards, and fees or commissions received in lieu of or in addition to the salary or wages”. Taxable benefits are not defined under the law; therefore, any payment from an employer to an employee will be considered a taxable benefit unless it can be demonstrated that it is business-related only.

The following are exempt from PIT: pensions, gratuities, salary income of non-resident citizens received in foreign currency abroad, and money received from the state lottery. According to the Union Tax Law (“UTL”) 2020 anyone whose annual salary income is MMK4.8 million or less is exempt from paying PIT.

## Tax reliefs and allowances for Myanmar residents

- Basic allowance of 20% of total annual income (capped at MMK10 million total basic allowance per year) (approximately US\$7,692)
- MMK1,000,000 (approximately US\$769) per annum for one non-working spouse who is not earning assessable income during a financial year and is living with the taxpayer
- MMK500,000 (approximately US\$385) per annum for each child living with the taxpayer who fulfills ALL of the following criteria: (i) is unmarried; (ii) is not earning assessable income; and (iii) is either under 18, or if 18 or over, is in full-time education
- MMK1,000,000 (approximately US\$769) per parent for dependent parents living with the taxpayer (the term “parent” includes a father- or mother-in-law)

- Premium paid for the life insurance of the taxpayer and the taxpayer's spouse
- Contribution towards the savings fund as prescribed by the Income Tax Rules
- Social security contributions made by employees to the Social Security Board (2% of annual salary, capped at MMK72,000 per annum) (approximately US\$55)

\*Using an exchange rate of US\$1 = MMK1,300

## Rates of tax

The tax rates for resident and non-resident employees are now at the same progressive rates, although for resident taxpayers, the PIT rates are applied on their worldwide income after deduction of the reliefs and allowances above, while for non-residents, the PIT rates are applied on their Myanmar-sourced salary income without any deduction.

The following table shows the PIT rates on annual salary income. Approximate US\$ amounts are shown in brackets based on an exchange rate of US\$1 = MMK1,300.

Personal income tax rates		
From MMK (US\$)	To MMK (US\$)	Income tax rate
1 (0.0008)	2,000,000 (1,538)	0%
2,000,001(1,539)	5,000,000 (3,846)	5%
5,000,001(3,847)	10,000,000 (7,692)	10%
10,000,001(7,693)	20,000,000 (15,385)	15%
20,000,001(15,386)	30,000,000 (23,077)	20%
30,000,001 (23,078) and above		25%

## Social Security Contributions

The Social Security Law requires an employer with more than five employees to contribute to a social security scheme. The rates of the monthly contributions by the employer and employees are 3% and 2%, respectively, of an employee's total salary including benefits (capped at a maximum monthly salary of MMK300,000), in local currency or US dollars, depending on the currency in which the employee is paid. Hence, the maximum monthly contribution for an employee is MMK6,000, and for an employer it is MMK9,000 per employee. The employer is responsible for deducting the contribution from the employee's salary and paying the amount to the social security board.

## Undisclosed source of income

Income escaping assessment will be subject to income tax at 30% for both citizens and foreigners before deduction of prescribed tax reliefs and allowances mentioned under the PIT section.

However, if the citizen can disclose source for income used for buying, constructing or acquiring any capital assets or establishing a new business or expanding an existing business, the portion of income that source can be proved shall be deducted from the total undisclosed income and the balance of the undisclosed income will be taxed at the progressive rates mentioned in the table below.

No.	Income (MMK)	Income Tax Rate
a.	1 - 100,000,000	6%
b.	100,000,001 - 300,000,000	10%
c.	300,000,001 - 3,000,000,000	20%
d.	3,000,000,001 and above	30%

## Rental income

If income is derived from lease of land, buildings or apartments for individual taxpayers, such income will be subject to income tax at 10% after deduction of prescribed tax reliefs and allowances.

For state-owned enterprises, businesses and companies operating under permits issued by the MIC, or cooperative societies, income tax shall be charged at the applicable rates specified for that particular category of taxpayers.

## Double Taxation Agreement

Myanmar has Double Taxation Agreements (“DTAs”) in force with eight countries: the United Kingdom, Singapore, Malaysia, Thailand, Vietnam, India, the Republic of Korea, and Laos, with a number of other DTAs in the draft stage, including Indonesia and Bangladesh. Accordingly, the income tax imposts may be reduced by any DTAs that are currently in effect.

The relief under the applicable DTA is not automatically granted and the taxpayer concerned must submit their arguments and evidence to the IRD for review before their income tax becomes due. In other words, applications for DTA relief must be approved before 30 September in each financial year. Certificate of Residence will be required in a DTA application. Please note that if the service contract value is US\$100,000 and below, a payer under the Self-Assessment System is no longer required to submit a DTA relief application to the IRD.



# Commercial Tax

## Overview

Commercial tax (“CT”) is levied on four types of activities:

- Local production and sale of goods
- Importation of goods
- Trading
- Provision of services

## Non-taxable goods and services

There are 43 goods exempted from CT, and the majority of the exempted goods are agricultural goods and related products (see Annex 2 (Page 30) for details). All kinds of services rendered in Myanmar are subject to CT at 5%, except 33 types of exempted services (see Annex 3 (Page 35) for details).

## Revenue threshold for charging and paying CT

Taxpayers whose revenue from trading, sale of goods and services in a year exceeds the minimum threshold of MMK50 million are obliged to charge, collect and pay CT to the IRD. A year means twelve months from the commencement of business including the month of commencement of business.

## Registration

CT on importation will be collected by the Customs Department together with customs duty. In addition, if a taxpayer wishes to offset input CT (i.e., CT paid on the purchase of goods and services) against their output CT (i.e., CT charged on the sale of goods and services), the taxpayer is required to be registered with the relevant Internal Revenue Department for CT purposes.

## Rates of tax

Below is a summary of the applicable CT rates:

Activities	CT Rate
Importation	5% unless exempted
Local manufacturing	5% unless exempted
Trading	5% unless exempted
Exportation	Zero rated, unless crude oil 5% and electricity 8%
Services rendered in Myanmar	5% unless exempted

Activities	CT Rate
Real estate	
- lease	5%
- sale of building	3%
Importation and sale of jewelries made with gold	1%

### Basis of taxation

The tax base is the sale or service proceeds including Specific Goods Tax (if applicable) from trading, rendering services, local production or sales of goods. For imports, the tax base is the CIF (cost, insurance and freight) value, customs duty and SGT (if applicable).

### Offsetting input and output CT

All input CT can be offset against output CT. However, input CT paid on damaged goods and unsold goods cannot be offset against output CT. If there is more input CT than output CT at the end of the income year, the unutilized input CT cannot be carried forward or will not be refunded by the IRD. However, such input CT can be deducted as a business expense when calculating CIT. Please note that unutilized input CT on advance rental fees, unsold goods and unutilised raw materials can be carried forward to next income year subject to IRD's approval. We also note that input CT paid on the purchase of jewelry made with gold cannot be offset against output CT on the sale and exportation of such jewelry.

## Specific Goods Tax

### Overview

Myanmar introduced a Specific Goods Tax (“SGT”), effective from 1 April 2016. SGT is imposed on:

- The import of specific goods into Myanmar
- The local production of specific goods
- The export of specific goods overseas

Therefore, importers, producers and exporters of specific goods are subject to paying SGT. There are 14 types of specific goods.

### SGT exemptions

There are a number of SGT exemptions, including an exemption for the export of specific goods temporarily imported for the purpose of re-exporting in the same condition.

## **Revenue threshold for charging and paying SGT**

Apart from the local production of tobacco, cheroots and cigars that does not exceed the minimum threshold of MMK20 million, there is no threshold for other types of specific goods.

## **Registration**

Importers, producers and exporters of specific goods must register with the relevant IRD.

## **Rates of tax**

SGT rates are announced on a yearly basis in the UTL. Please refer to Annex 4 (Page 38) for current SGT rates imposed on local production and importation as per the UTL 2018 - 2019.

The SGT rates for exportation are mentioned in Annex 5 (Page 42).

## **Basis of taxation**

The SGT basis for importation is the landed value of the specific goods. For local production of specific goods which are taxable as per price range, the basis is the greater of the factory sales price or the sales price as estimated and specified by the Director General and Management Committee of the IRD. For local production of specific goods which are not taxable as per price range will be assessed based on the value determined Management Committee of the IRD. However, the value determined by the IRD for locally produced specific goods which are not taxable as per price range would be similar to the landed value of similar goods imported from overseas.

## **Offsetting input and output SGT**

Input SGT can be offset with output SGT.

## Jewelry Tax

### Overview

All gems and jewelries are excluded from specific goods category and will now be subject to Jewelry Tax under the Myanmar Gemstone Law. Jewelry Tax will be based on the higher value among the sales price of the seller and the sales price determined by the Myanmar Gems Enterprise based on the actual sales prices. For imported gems, Jewelry Tax will be based on the landed value. Please refer to below table regarding Jewelry Tax rates.

No.	Type of gems	Tax rate
1.	Raw jade	11%
2.	Raw gemstones of ruby, sapphire and other precious raw gemstones, except diamonds and emeralds	9%
3.	Finished gemstones of jade, ruby, sapphire (except diamonds and emeralds) and other finished precious gemstones; and finished jewelry made with jade, ruby, sapphire, and other precious gemstones, except diamonds and emeralds	5%
4.	Goods made with gemstones	5%

## Tax Compliance Requirements

The financial year in Myanmar is from 1 October to following 30 September.

### Compliance timelines and penalties

Tax	Payment	Filing	Penalty
CIT	Payments quarterly, within 10 days after the end of each quarter	Annual return within 3 months after the income year-end (i.e., 31 December)	<ul style="list-style-type: none"> <li>- Late payment - 10% of unpaid tax due</li> <li>- Late return filing - the higher of either:               <ul style="list-style-type: none"> <li>- 5% of payable tax and 1% of payable tax for each or part of the month during which the failure to file continues; or</li> <li>- MMK 100,000</li> </ul> </li> </ul>
WHT	Payment within 15 days of payments to suppliers. In practice, the returns and payments can be done on a monthly basis.		<ul style="list-style-type: none"> <li>- Late payment - 10% of payable WHT amount</li> <li>- Failure to deduct WHT – IRD will consider the payer as a defaulter and will recover payable WHT amount from the payer</li> </ul>
CT	Payment on a monthly basis within 10 days after the month-end	Quarterly, within one month of the end of each quarter and annual returns within 3 months after the income year end (i.e., 31 December)	<ul style="list-style-type: none"> <li>- Late payment - 10% of unpaid tax due</li> <li>- Late return filing - the higher of either:               <ul style="list-style-type: none"> <li>- 5% of payable tax and 1% of payable tax for each or part of the month during which the failure to file continues; or</li> <li>- MMK 100,000</li> </ul> </li> </ul>

Tax	Payment	Filing	Penalty
PIT	Payments within 15 days after disbursement of salary	Annual return within 3 months after the income year end (i.e., 31 December)	<ul style="list-style-type: none"> <li>- Late payment - 10% of unpaid tax due</li> <li>- Late return filing - the higher of either:               <ul style="list-style-type: none"> <li>- 5% of payable tax and 1% of payable tax for each or part of the month during which the failure to file continues; or</li> <li>- MMK 100,000</li> </ul> </li> </ul>
SGT	Payment on a monthly basis, within 10 days after the month-end	Quarterly, within 10 days after the quarter-end	<ul style="list-style-type: none"> <li>- Late payment - 10% of unpaid tax due</li> <li>- Late return filing - the higher of either:               <ul style="list-style-type: none"> <li>- 5% of payable tax and 1% of payable tax for each or part of the month during which the failure to file continues; or</li> <li>- MMK 100,000</li> </ul> </li> </ul>
CGT	Payments within 30 days from the date of transfer or sale of capital assets	Transaction CGT filing – within 30 days from the date of transfer of capital assets	<ul style="list-style-type: none"> <li>- Late payment - 10% of unpaid tax due</li> <li>- Late return filing - the higher of either:               <ul style="list-style-type: none"> <li>- 5% of payable tax and 1% of payable tax for each or part of the month during which the failure to file continues; or</li> <li>- MMK 100,000</li> </ul> </li> </ul>

## Other Taxes

### Stamp Duty

The Stamp Act, as amended on 1 April 2014, is the fundamental legislation in respect of stamp duty (“SD”) obligations. The main purpose of levying SD is to give legal effect to chargeable instruments. Chargeable instruments are documents that create, transfer, extinguish or record rights or obligations. As a general rule, SD is levied on all chargeable instruments, unless explicitly exempted.

If the SD is not paid at the time of execution of the instruments or within one month (in practice) of their execution, the IRD will impose a penalty of either 500MMK or three times the amount of the overdue SD.

Please refer to Annex 6 for (Page 43) detailed SD rates.

### Property Tax

The fundamental legislation for property tax (“PT”) is the Yangon City Development Law 2018 and Yangon City Development Committee (“YCDC”) was created to administer these laws and collect PT. PT only applies to certain land, buildings or land and buildings (“premises”) located within the territory of Yangon (Territory); in other areas of Myanmar, for instance Mandalay or Nay Pyi Taw, PT is administered in accordance with relevant local regulations.

PT includes four categories of taxes: miscellaneous tax, lighting tax, water tax and sanitation tax. PT is levied on the annual value of land or premises in question but subject to different tax rates and is payable once in a year. The rates and calculation of PT depend on the purposes of use of the premises. The general user of the premises is liable to pay PT on an annual basis once YCDC has already assessed the annual value of the premises.

### Customs Duty

In Myanmar, customs duty is levied in accordance with the Sea and Land Customs Act. Customs duty is levied on Assessment Value and is payable according to the tariff schedule listed by HS code published by the Customs Department.



## Investment Incentives

### Myanmar Investment Commission incentives

An investment license issued by the MIC for qualified projects provides a number of advantages that have been specified in the Myanmar Investment Law 2016, as outlined in the chart below.

No.	Advantage	Description
1	CIT holiday	Only promoted business activities mentioned under MIC Notification 13/2017 is entitled to apply for income tax holiday. Depending on the investment zone, the CIT holiday period can be 7 years (Zone 1), 5 years (Zone 2) and 3 years (Zone 3).
2	Tax-free profit if reinvested	Profit which is reinvested within one year is exempt from CIT, including the profit reinvested in another similar type of business
3	Depreciation	Accelerated depreciation may be allowed to start from the date of commercial operation
4	Equal income tax rate	Income tax rates on foreign investors are the same as on resident citizens
5	R&D deduction	Right to deduct R&D costs from assessable income
6	Exemption for imports of machinery, equipment, materials, spare parts, construction materials that cannot be purchased locally	Exemption from customs duty and other local taxes during the construction period and expansion period of the project
7	Exemption for raw materials and semi-finished goods	Exempt from customs duty and other local taxes for businesses which export their entire production
8	Refund of tax and duty in case of export	When goods are exported, refund of customs duty and other local taxes paid on the import of the raw materials and semi-finished goods of those goods that are exported

## Special Economic Zone incentives

There are two main zones under the Special Economic Zone (“SEZ”) Law, and businesses investing in an SEZ are provided with a number of advantages, as listed in the chart below.

Exemptions & Relief	Free/Exempt Zone <sup>#</sup>	Promotion Zone <sup>#</sup>
Tax holiday	7 years of CIT exemption from the start of commercial operations	5 years of CIT exemption from the start of commercial operations
	CIT rate reduction of 50% for the following 5-year period	CIT rate reduction of 50% for the second 5-year period
	50% of the profits exempted for the next 5-year period (requires reinvestment of profits within 1 year)	50% of the profits exempted for the third 5-year period (requires reinvestment of profits within 1 year)
Customs duty and other taxes	Exemption from customs duty and other taxes on imports of: raw materials to be used in production; machinery and spare parts; construction materials to construct a factory, warehouse, and offices; and vehicles and other equipment required for the business	Exemption from customs duty and other taxes for 5 years and a 50% reduction for another 5 years on imports of: equipment and spare parts to be used in the business (and not for trading purposes); construction materials to construct a factory, and warehouse; vehicles and other equipment required for the business
		Can apply for a refund of the customs duty and other taxes paid on the import of raw materials, provided semi-finished or finished goods are exported
Carry forward and set off of losses	Can be carried forward for 5 years	Can be carried forward for 5 years

<sup>#</sup> Free/Exempt Zone is for export and Promotion Zone is for domestic sales orientated business.

## Investment and Free Trade Agreements

Myanmar has signed the ASEAN Comprehensive Investment Agreement (“**ACIA**”) with other nine ASEAN member states (“**ASEAN**”) in 2012. In addition, ASEAN has signed Free Trade Agreements (“**FTA**”) with China, South Korea, Australia/New Zealand and India. Therefore, Myanmar has FTA with four countries.

Myanmar has Bilateral Investment Treaties (“**BIT**”) with 12 countries which include Israel, South Korea, the United States of America, Indonesia, Japan, India, Thailand, Kuwait, Laos, China, Vietnam, Philippines.

## Annex 1: Tax Depreciation Schedule

No.	Type of capital asset	Percentage of the original value	
1	Building		
	a	First-class reinforced concrete buildings	
	1	Factory buildings	2.5
	2	Other buildings	1.25
	b	Second-class brick buildings	
	1	Factory buildings	5
	2	Other buildings	2.5
	c	Wooden buildings with tiled or CGI sheet roofs	
	1	Factory buildings	10
	2	Other buildings	5
d	Buildings made of bamboo and thatch	Repair cost shall be allowed as a current expenditure	
2	Furniture and fixtures		
	a	Miscellaneous	5 (No depreciable amount is allowed for crockery, glassware, linen and plastic sheets. The cost of replacing them will be allowed as a current expenditure.)
	b	Furniture, fixtures, silverware and kitchenware used in hotels, cinemas and apartments	6.25
	c	Musical instruments used in hotels, theaters and cinemas	10

## Tax Depreciation Schedule (cont.)

No.	Type of capital asset	Percentage of the original value
3	Machinery	
	a Miscellaneous	5
	b Specific depreciable amounts shall be allowed for the following:	
	1 Rice mills	6.25
	2 Wheat flour mills	6.25
	3 Oil mills	6.25
	4 Ice factories	6.25
	5 Soft drink factories	6.25
	6 Coffee factories	6.25
	7 Black tea factories	6.25
	8 Distillery	6.25
	9 Bakery and biscuit factories	6.25
	10 Noodle, vermicelli, etc. factories	6.25
	11 Flour mills	6.25
	12 Canneries	6.25
	13 Tanneries	6.25
	14 Shoe factories	6.25
	15 Dry cell factories	6.25
	16 Glue factories	6.25
	17 Soap factories	6.25
	18 Candle factories	6.25
	19 Rope-making factories	6.25
	20 Aluminum kitchenware factories	6.25
	21 Tin container factories	6.25
	22 Plasticware factories	6.25
	23 Sawmills	6.25
	24 Quicklime kilns	6.25

## Tax Depreciation Schedule (cont.)

No.	Type of capital asset		Percentage of the original value	
	25	Electric appliance factories	6.25	
	26	Rock wares factories	6.25	
	27	Smelting factories (except iron smelting)	6.25	
	28	Lathe machines	6.25	
	29	Dockyard machinery	6.25	
	30	Pulse and bean husking and splitting mills	6.25	
	c	1	Oil cake factories	10
		2	Chemical substance factories	10
		3	Bleaching and dyeing factories	10
		4	Rubber product factories	10
		5	Brick kilns	10
		6	Roof tile factories	10
		7	Wire and nail factories	10
		8	Textile mills	10
		9	Salt kilns	10
4	Machines and equipment			
	a	Overhead cables (big)	2.5	
	b	1	Generators	6.25
		2	Electric transmitters	6.25
		3	Underground cables (big)	6.25
		4	Elevators	6.25
		5	General electrical appliances	6.25
		6	Metal plating machines	6.25
		7	Machines used for repair and maintenance	6.25
		8	Printing machines	6.25
		9	Air compressors and pneumatic machines	6.25
	c	Ice-cream makers	10	

## Tax Depreciation Schedule (cont.)

No.	Type of capital asset		Percentage of the original value	
	d	Machines used for movie production and projection	12.5	
	e	X-ray and therapeutic apparatuses	20	
5	Water transportation			
	a	Non-motorized iron-hulled vessels	5	
	b	Motorized iron-hulled vessels	6.25	
	c	Wood-hulled vessels	10	
6	Road transport vehicles			
	a	1	Motor vehicles	12.5
		2	Bicycles and trishaws	12.5
	b	Taxis, trucks, buses and non-motorized vehicles		20
7	Miscellaneous			
	a	1	Office equipment	10
		2	Weighing machines	10
		3	Other machines and instruments used in workshops and factories	10
		4	Garment and headgear-making machines	10
		5	Machines used to produce leather and canvas products	10
		6	Refrigerating machines	10
		7	Machines used for construction	10
		8	Machines used to produce ironware for construction and household use	10
		9	Machines used by mines	10
		10	Hand-weaving looms	10
	b	1	Sugar cane juice making machine	12.5
		2	Surgical tools	12.5
	c	1	Machines used for mechanized farming	20
2		Cranes	20	

## Tax Depreciation Schedule (cont.)

No.	Type of capital asset		Percentage of the original value																																																																								
8	Other miscellaneous items for work purposes																																																																										
	a	<table border="1"> <tr> <td data-bbox="192 305 244 347">1</td> <td data-bbox="244 305 729 347">Airplanes</td> <td data-bbox="729 305 936 347">12.5</td> </tr> <tr> <td data-bbox="192 347 244 417">2</td> <td data-bbox="244 347 729 417">Machines used for data compilation and calculators</td> <td data-bbox="729 347 936 417">10</td> </tr> <tr> <td data-bbox="192 417 244 458">3</td> <td data-bbox="244 417 729 458">Articles used by actors</td> <td data-bbox="729 417 936 458">20</td> </tr> <tr> <td data-bbox="192 458 244 500">4</td> <td data-bbox="244 458 729 500">Recording and amplifying apparatuses</td> <td data-bbox="729 458 936 500">10</td> </tr> <tr> <td data-bbox="192 500 244 541">5</td> <td data-bbox="244 500 729 541">Bottle cleaners</td> <td data-bbox="729 500 936 541">10</td> </tr> <tr> <td data-bbox="192 541 244 583">6</td> <td data-bbox="244 541 729 583">Carton box making machines</td> <td data-bbox="729 541 936 583">6.25</td> </tr> <tr> <td data-bbox="192 583 244 624">7</td> <td data-bbox="244 583 729 624">Breweries and distilleries</td> <td data-bbox="729 583 936 624">5</td> </tr> <tr> <td data-bbox="192 624 244 666">8</td> <td data-bbox="244 624 729 666">Cameras and photographic items</td> <td data-bbox="729 624 936 666">10</td> </tr> <tr> <td data-bbox="192 666 244 707">9</td> <td data-bbox="244 666 729 707">Cement factories</td> <td data-bbox="729 666 936 707">6.25</td> </tr> <tr> <td data-bbox="192 707 244 749">10</td> <td data-bbox="244 707 729 749">Chemical substance factories</td> <td data-bbox="729 707 936 749">6.25</td> </tr> <tr> <td data-bbox="192 749 244 790">11</td> <td data-bbox="244 749 729 790">Computerized machines</td> <td data-bbox="729 749 936 790">20</td> </tr> <tr> <td data-bbox="192 790 244 832">12</td> <td data-bbox="244 790 729 832">Cotton crushing machines</td> <td data-bbox="729 790 936 832">6.25</td> </tr> <tr> <td data-bbox="192 832 244 874">13</td> <td data-bbox="244 832 729 874">Condensed milk factories</td> <td data-bbox="729 832 936 874">10</td> </tr> <tr> <td data-bbox="192 874 244 915">14</td> <td data-bbox="244 874 729 915">Duplicators and photocopiers</td> <td data-bbox="729 874 936 915">10</td> </tr> <tr> <td data-bbox="192 915 244 957">15</td> <td data-bbox="244 915 729 957">Iron smelting machines</td> <td data-bbox="729 915 936 957">5</td> </tr> <tr> <td data-bbox="192 957 244 998">16</td> <td data-bbox="244 957 729 998">Glass factories</td> <td data-bbox="729 957 936 998">6.25</td> </tr> <tr> <td data-bbox="192 998 244 1040">17</td> <td data-bbox="244 998 729 1040">Pesticide factories</td> <td data-bbox="729 998 936 1040"></td> </tr> <tr> <td data-bbox="192 1040 244 1081">18</td> <td data-bbox="244 1040 729 1081">Knitting machines</td> <td data-bbox="729 1040 936 1081"></td> </tr> <tr> <td data-bbox="192 1081 244 1166" rowspan="3">19</td> <td data-bbox="244 1081 729 1123">Laundry and dyeing work</td> <td data-bbox="729 1081 936 1123"></td> </tr> <tr> <td data-bbox="244 1123 729 1166">- General use equipment</td> <td data-bbox="729 1123 936 1166">10</td> </tr> <tr> <td data-bbox="244 1166 729 1209">- Washing machines</td> <td data-bbox="729 1166 936 1209">12.5</td> </tr> <tr> <td data-bbox="192 1209 244 1251">20</td> <td data-bbox="244 1209 729 1251">Match factories</td> <td data-bbox="729 1209 936 1251">5</td> </tr> <tr> <td data-bbox="192 1251 244 1374" rowspan="4">21</td> <td data-bbox="244 1251 729 1292">Oil and gas companies</td> <td data-bbox="729 1251 936 1292"></td> </tr> <tr> <td data-bbox="244 1292 729 1335">- Machines and equipment</td> <td data-bbox="729 1292 936 1335">5</td> </tr> <tr> <td data-bbox="244 1335 729 1374">- Pipelines</td> <td data-bbox="729 1335 936 1374">5</td> </tr> <tr> <td data-bbox="244 1374 729 1417">- Drilling equipment</td> <td data-bbox="729 1374 936 1417">20</td> </tr> </table>	1	Airplanes	12.5	2	Machines used for data compilation and calculators	10	3	Articles used by actors	20	4	Recording and amplifying apparatuses	10	5	Bottle cleaners	10	6	Carton box making machines	6.25	7	Breweries and distilleries	5	8	Cameras and photographic items	10	9	Cement factories	6.25	10	Chemical substance factories	6.25	11	Computerized machines	20	12	Cotton crushing machines	6.25	13	Condensed milk factories	10	14	Duplicators and photocopiers	10	15	Iron smelting machines	5	16	Glass factories	6.25	17	Pesticide factories		18	Knitting machines		19	Laundry and dyeing work		- General use equipment	10	- Washing machines	12.5	20	Match factories	5	21	Oil and gas companies		- Machines and equipment	5	- Pipelines	5	- Drilling equipment	20
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## Tax Depreciation Schedule (cont.)

No.	Type of capital asset	Percentage of the original value
	- Drilling platforms	10
	- Geophysical testing equipment	10
	- Seismic monitoring equipment	10
	- Other testing equipment	10
22	Oxygen and acetylene making machines	5
23	Paint and varnish making machines	6.25
24	Chicken meat processing machines	6.25
25	Sewing machines	10
26	Paint spraying machines	10
27	Sugar making machines	6.25
28	Tarpaulin (canvas or plastic) machines	12.5
29	Television	
	- Antennas	2.5
	- Other equipment	12.5
	- Receivers	
	(a) General	10
	(b) Rental	12.5
30	Roof tile machines	10
31	Typewriters (electric and manual)	10
32	Umbrella making machines	10
33	Vacuum cleaners	10
34	Video	
	- Game machines	20
	- Other video machines	10
35	Washing machines	12.5

## Annex 2: Commercial Tax-exempted Goods

No.	Type of goods
<b>Food Stuffs</b>	
1	Paddy, rice, broken rice, fine bran, coarse bran, husk, fine and coarse wheat bran, and wheat seeds; various types of maize and their seeds
2	Varieties of whole and split pulses and beans, and their flour, bran and husks, peanuts, groundnuts, sesame seeds, niger seeds, and oil cakes, such as walnut oil cake, sesame oil cake, cotton seed oil cake, and rice bran oil cake
3	Garlic, onions, potatoes, spices (leaves, fruit, seeds, bark) and spice mixtures (masala), chili, chili powder, turmeric and turmeric powder, ginger, ripe tamarind, and various types of salt
4	Fresh assorted fruit, Vegetables
5	Fresh tea leaves, dried tea leaves, dried shredded tea leaves, processed and packaged dried tea leaves
6	Fresh fish, fresh prawns, and fresh meat; various types of eggs (chicken, duck, etc.)
7	Groundnut oil, sesame oil
8	Sugarcane, sugar, jaggery, and brown slab sugar; milk, soymilk and various types of dairy products, condensed milk, evaporated milk, and milk powder, yoghurt (excluding dairy alternatives which are not made from cow milk, buffalo milk or goat milk, and creamers)
9	Varieties of fish sauce ( <i>ngan-pya-ye</i> ); various types of dried fish and dried prawns; various types of pickled fish and pickled prawns, coarse fish and prawn powder; various types of fish paste ( <i>ngapi</i> )
<b>Agriculture and Livestock Related Goods</b>	
10	Mulberry leaves; silk cocoons
11	Live animals, fish and prawns, terrestrial animals, aquatic animals, amphibians, their eggs, their embryos, their offspring, and specimens from them, aquatic plants and seeds, seedlings, algae, and moss

## Commercial Tax-exempted Goods (cont.)

No.	Type of goods
12	Topsoil and various types of fertilizers, including chemical fertilizers used for growing plants and enhancing fructification in agricultural activities; various types of agricultural pesticides; herbicides; fungus, bacteria, nematodes and other plant protection agrochemicals; various types of fumigations used in livestock farms (excluding mosquito coils and sprays, and rat poison); drugs and vaccines used for animals, fish and prawn/shrimp (including the drugs and vaccines certified by the Ministry of Agriculture, Livestock, and Irrigation, and drugs approved by the Livestock Breeding and Veterinary Department); raw materials for animal, fish or prawn/shrimp feeds and finished products (excluding feeds for pet animals)
13	Oil palm, sunflower seeds, cotton seeds, pumpkin seeds, melon seeds, cashew nuts, cashew nuts, Areca (betel) nuts, areca (betel) nuts shells; quality crop seeds and plants
14	Raw cotton, cotton (assorted); cardamom; Thanakha; agricultural products not specified elsewhere; coconut oil (not palm oil)
15	Coconut yarn
16	Firewood; bamboo; raw and processed cane; firewood alternative blocks
<b>Schools and Office Use Goods</b>	
17	Sealing wax; assorted stamps (including tax stamps)
18	National flag
19	Slate, slate pencils, and chalk, graphite (lead) used for the production of pencils
20	Various types of school textbooks, education and technical reference books that can be used by schools, universities and colleges, exercise books and drawing books, literature, magazines, journals and newspapers, and paper for the production of such books (between 40 gsm and 80 gsm only) and all sorts of pencils, various types of rulers, erasers, sharpeners.

## Commercial Tax-exempted Goods (cont.)

No.	Type of goods
<b>Health-related Goods</b>	
21	Medicinal herbal plants
22	Honey, beeswax
23	X-ray film, X-ray paraphernalia, and other medical equipment prescribed by the Food and Drug Administration Department; medical cotton, gauze cloth, bandages, and materials used for medical dressings, disposable surgical masks, surgical caps, surgical gloves, masks that are used in prevention of influenza virus; various types of household medicines and other pharmaceuticals and various types of traditional medicines (medicines registered with the Food and Drug Administration Department, excluding the drugs which are prohibited by any laws and rules); raw materials for medicines including raw materials for traditional medicines
24	Condoms
<b>Religions and Social Use Goods</b>	
25	Rosaries (excluding rosaries made with precious gemstones); religious clothes (robes, etc.)
26	Fire engines, search and rescue vehicles, and hearses
<b>Transportation-related Goods</b>	
27	Fuel sold to foreign embassies, UN organizations and foreign diplomats by the Ministry of Electricity and Energy
28	Jet fuel to be used for both international and domestic flights
29	Airplane and helicopter engines, equipment, accessories, and parts thereof
<b>Industrial Goods</b>	
30	Bleaching substances (only those that use hydrochloride for bleaching); raw materials to produce detergent, soap, heavy duty detergent / soap.
31	Jute and other fibers; natural rubber latex; and tragacanth gum

## Commercial Tax-exempted Goods (cont.)

No.	Type of goods
32	Agricultural and livestock tools; agricultural and livestock machinery and equipment, and their spare parts; tractors; equipment used in preparing land and harvesting, threshing, and drying together with humans or animals or only through mechanical power; machines and spare parts (except for motor vehicles that are required to be licensed as per the Motor Vehicle Law), various livestock equipment and tools, machinery and spare parts used for livestock; semen (including frozen semen), sperm, and eggs used for artificial insemination for livestock improvement, embryos, and equipment for artificial insemination
33	Solar panels, solar charger controllers, and solar inverters
34	Raw materials or sub-assemblies or packaging materials for finished goods, machines, tools and machinery and their respective spare parts which were sent by clients from abroad for the purpose of producing any finished goods on a Contract Manufacturing Process (CMP) basis
<b>Defense-related Goods</b>	
35	Weapons, vehicles, machinery, materials, equipment and their spare parts used by defense and security forces of the Union; various types of gunpowder, dynamite and any other materials for civilian purposes (only the products which are permitted by the office of Defense in Chief (Army)); goods and foodstuffs for the armed forces bought using the allotted budget of the Ministry of Defense
<b>Gemstones and Mineral Resources-related Goods</b>	
36	Blocks of pure gold (Standard gold bars and gold coins); raw gemstones and finished gemstones of jade, ruby, sapphire sold at local Myanmar Gems Emporiums held by the Union Government
37	Oil dregs
<b>Miscellaneous Goods</b>	
38	Goods to be sold at duty-free shops to passengers leaving the country.

## Commercial Tax-exempted Services (cont.)

No.	Type of goods
39	Goods to be used by foreign embassies or consulates and members and staff thereof under the principle of reciprocity, recommended by the Ministry of Foreign Affairs, notified by the Ministry of Planning, Finance, and Industry under the permission of Union Government.
40	Goods purchased locally or from foreign countries under the name of the country offices of the United Nations organizations
41	Goods purchased with cash donations or contributions given to the State by local or foreign benefactors
42	Goods exempt from taxes as stated by the Pyidaungsu Hluttaw because of State requirements
43	Goods imported under temporary admission or on a drawback basis subject to customs procedures

## Annex 3: Commercial Tax-exempted Services

No.	Type of service
<b>Foreign Affair Sector</b>	
1	Services used by foreign embassies or consulates and members and staff thereof under the principle of reciprocity, recommended by the Ministry of Foreign Affairs, notified by the Ministry of Planning, Finance and Industry under the permission of Union Government.
2	Local services used under the name of the country offices of United Nations organizations
<b>Defense Sector</b>	
3	Publications by the Security Press of the Ministry of Defense
<b>Religions and Cultural Affairs Sector</b>	
4	Culture and arts services
<b>Transportation Sector</b>	
5	Parking lot rental services
6	Haulage (cargo transportation) services (transport services by train, car, watercraft, airplane, and crane, except transport through pipelines)
7	Moving services
8	Toll collection services
9	Domestic and international air passenger transportation services with fares
10	Public transport services
11	Postal service provided by Union Government
<b>Education and Information Sector</b>	
12	Education Services
13	Publishing services for books, magazines, journals, and newspapers
<b>Health Sector</b>	
14	Healthcare services except from cosmetic surgery
15	Traditional massage and massage by the blind
16	Animal healthcare services
17	Public toilet entrance fee collection services

## Commercial Tax-exempted Services (cont.)

No.	Type of service
<b>Planning and Finance Sector</b>	
18	Life Insurance Services
19	Microfinance services
20	Capital market services
21	Banking and financial services conducted with the permission of the Central Bank of Myanmar
22	Customs and port clearance services
23	Lottery business
<b>Social Welfare, Relief and Resettlement Sector</b>	
24	Catering equipment rental services
25	Funeral services
26	Childcare and nursery services
<b>Industrial and Electrical Sector</b>	
27	Services provided on a contract manufacturing basis
28	Industrial agriculture services
29	Private small-scale electricity production and distribution services provided to the regions that are not connected to the national grid yet
<b>Miscellaneous Sector</b>	
30	License fees paid to government organizations in order to obtain any license
31	Services exempt by the notification of the Union Government because of State requirements with the approval of the Pyidaungsu Hluttaw
32	Services received via donations or contributions by local and foreign organizations to the Union



## Commercial Tax-exempted Services (cont.)

No.	Type of service
33	Interdepartmental services between the President's Office, Union Government Office, Pyidaungsu Hluttaw Office, Pyithu Hluttaw Office, Amyotha Hluttaw Office, Union Supreme Court Office, Constitutional Tribunal Office, Union Election Commission Office, Union Ministries, Union Attorney General Office, Union Auditor General Office, Union Civil Service Board Office, Nay Pyi Taw Council Office, Central Bank of Myanmar, Social Security Board, Region or State Government Offices, government departments, etc. (except services provided to or received by state-owned economic enterprises)

## Annex 4: Specific Goods Tax rates for local production and importation

No.	Type of Specific goods	Price range	Tax rate
1	(a) Cigarettes, all types	Up to a sales price of MMK600 per pack of 20 cigarettes	MMK9 per cigarette
	(b) Cigarettes, all types	For a sales price of MMK601 to MMK800 per pack of 20 cigarettes	MMK18 per cigarette
	(c) Cigarettes, all types	For a sales price of MMK801 to MMK1,000 per pack of 20 cigarettes	MMK23 per cigarette
	(d) Cigarettes, all types	For a sales price of MMK1,001 and above per pack of 20 cigarettes	MMK26 per cigarette
2	Tobacco		60%
3	Virginia tobacco, cured		60%
4	Cheroot		80Pyas per cheroot
5	Cigars		80%
6	Pipe tobacco		80%
7	Betel quid preparations		80%
8	(a) Liquor, all types	MMK200 to MMK1,000 per liter	MMK180 per liter
	(b) Liquor, all types	MMK1,001 to MMK2,000 per liter	MMK449 per liter
	(c) Liquor, all types	MMK2,001 to MMK 3,000 per liter	MMK749 per liter
	(d) Liquor, all types	MMK3,001 to MMK4,000 per liter	MMK1,049 per liter
	(e) Liquor, all types	MMK4,001 to MMK5,000 per liter	MMK1,349 per liter

## Specific Goods Tax rates for local production and importation (cont.)

No.	Type of Specific goods	Price range	Tax rate
	(f) Liquor, all types	MMK5,001 to MMK6,000 per liter	MMK1,648 per liter
	(g) Liquor, all types	MMK6,001 to MMK 7,000 per liter	MMK1,948 per liter
	(h) Liquor, all types	MMK7,001 to MMK 8,000 per liter	MMK2,248 per liter
	(i) Liquor, all types	MMK8,001 to MMK 9,000 per liter	MMK2,548 per liter
	(j) Liquor, all types	MMK9,001 to MMK 10,000 per liter	MMK2,847 per liter
	(k) Liquor, all types	MMK10,001 to MMK 11,000 per liter	MMK3,147 per liter
	(l) Liquor, all types	MMK11,001 to MMK 12,000 per liter	MMK3,447 per liter
	(m) Liquor, all types	MMK12,001 to MMK 13,000 per liter	MMK3,747 per liter
	(n) Liquor, all types	MMK13,001 to MMK 14,000 per liter	MMK4,046 per liter
	(o) Liquor, all types	MMK14,001 to MMK 15,000 per liter	MMK4,346 per liter
	(p) Liquor, all types	MMK15,001 and above per liter	60% of the value per liter
9	Beer, all types		60%
10	(a) Wine, all types	Up to MMK750 per liter	MMK87 per liter
	(b) Wine, all types	MMK751 to MMK1,500 per liter	MMK264 per liter
	(c) Wine, all types	MMK1,501 to MMK 2,250 per liter	MMK438 per liter
	(d) Wine, all types	MMK2,251 to MMK3,000 per liter	MMK615 per liter

## Specific Goods Tax rates for local production and importation (cont.)

No.	Type of Specific goods	Price range	Tax rate
	(e) Wine, all types	MMK3,001 to MMK3,750 per liter	MMK791 per liter
	(f) Wine, all types	MMK3,751 to MMK4,500 per liter	MMK966 per liter
	(g) Wine, all types	MMK4,501 to MMK6,000 per liter	MMK1,229 per liter
	(h) Wine, all types	MMK6,001 to MMK7,500 per liter	MMK1,580 per liter
	(i) Wine, all types	MMK7,501 to MMK9,000 per liter	MMK1,931 per liter
	(j) Wine, all types	MMK9,001 to MMK10,500 per liter	MMK2,282 per liter
	(k) Wine, all types	MMK10,501 to MMK13,500 per liter	MMK2,808 per liter
	(l) Wine, all types	MMK13,501 to MMK16,500 per liter	MMK3,510 per liter
	(m) Wine, all types	MMK16,501 and above per liter	50% of the value per liter
11	Timber logs, wood cuttings		5%
12	(a) 1501 CC to 2000 CC vans, saloons, sedan and Estate Wagon, Coupe, except Double Cab 4 Door Pickup		10%
	(b) 2001 CC to 4000 CC vans, saloons, sedan and Estate Wagon, Coupe, except Double Cab 4 Door Pickup		30%
	(c) 4001 CC and above vans, saloons, sedan and Estate Wagon, Coupe, except Double Cab 4 Door Pickup		50%

## Specific Goods Tax rates for local production and importation (cont.)

No.	Type of Specific goods	Price range	Tax rate
13	Kerosene, gasoline, diesel, and jet fuel		5%
14	Natural gas		8%

## Annex 5: Specific Goods Tax rates for export

No.	Specific Goods	Tax rate
1	Timber logs, wood cuttings	10%

## Annex 6: Selected Stamp Duty Schedules

### Agreements and Counterparts

Description of Instrument	Proper Stamp-duty
<b>AGREEMENT OR MEMORANDUM OF AGREEMENT :-</b>	
a. if relating to the sale of a bill of exchange;	kyat 50
b. if relating to the sale of a Government security or share in an incorporated company or other body corporate;	Subject to a maximum of kyat 10,000, kyat 25 for every kyat 100,000 or part thereof of the value of the security or share.
c. if relating to joint venture agreement, production or profit sharing contract, construction agreement or other similar agreement or contract;	One per centum on the amount or value of the subject matters. Provided that the maximum duty shall be Kyat 150,000.
d. if not otherwise provided for.	kyat 300
<b>Exemptions</b>	
Agreement or memorandum of agreement:- a. for or relating to the sale of goods or merchandise exclusively, not being a NOTE OR MEMORANDUM chargeable under No.43; b. made in the form of tenders to the Government of the Union of Myanmar for or relating to any loan; c. made under the Land Acquisition Act. d. <b>AGREEMENT TO LEASE</b> See <b>LEASE</b> ( NO .35)	

## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
<p><b>AGREEMENT RELATING TO DEPOSIT OF TITLE-DEEDS, PAWN OR PLEDGE</b>, that is to say, any instrument evidencing an agreement relating to :-</p> <ol style="list-style-type: none"> <li>1. the deposit of title-deeds or instruments constituting or being evidence of the title to any property whatever (other than a marketable security) ;or</li> <li>2. the pawn or pledge of moveable property. Where such deposit, pawn or pledge has been made by way of security for the repayment of money advanced or to be advanced by way of loan or an existing or future debt :-</li> </ol>	
<p>a. if such loan or debt is repayable on demand or more than three months from the date of the instrument evidencing the agreement;</p>	<p>The same duty as a Bill of Exchange [No.13(a)] for the amount secured (if payable on demand, 0.0065% of the amount or value; if payable otherwise than on demand, 0.5% of the amount or value).</p>
<p>b. if such loan or debt is repayable not more than three months from the date of such instrument.</p>	<p>Half the duty payable on a Bill of Exchange [No.13 (a)] for the amount secured.</p>
<p><b>Exemptions</b></p>	
<p>Instrument of pawn or pledge of goods if unattested</p>	
<p><b>COUNTERPART OR DUPLICATE</b> of any instrument chargeable with duty and in respect of which the proper duty has been paid:-</p>	
<p>a. if the duty with which the original instrument is chargeable does not exceed kyat 150;</p>	<p>The same duty as is payable on the original.</p>
<p>b. in any other case.</p>	<p>kyat 100</p>



## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
<b>Exemptions</b>	
Counterpart of any lease granted to a cultivator when such lease is exempted from duty.	
<b>LETTER OF CREDIT</b> , that is to say, any instrument by which one person authorizes another to give credit to the person in whose favor it is drawn. <b>LETTER OF GUARANTEE.</b> See <b>AGREEMENT (No.5).</b>	kyat 200

## Bond

Description of Instrument	Proper Stamp-duty
<b>BOND</b> as defined by section 2(5), not being a <b>DEBENTURE (No.27)</b> , and not being otherwise provided for by this Act or by the Court Fees Act –	0.5 per centum on the amount or value.
See <b>ADMINISTRATION-BOND(No.2)</b> , <b>BOT TOMRY BOND (No.16)</b> , <b>CUSTOMS BOND (No.26)</b> , <b>INDEMNITY-BOND (No.34)</b> , <b>RESPONDENTIA BOND (No.56)</b> , <b>SECURITY BOND (No.57).</b>	
<b>Exemptions</b>	
Bond, when executed by - Any person for the purpose of guaranteeing that the local income derived from private subscriptions to a charitable dispensary or hospital or any other object of public utility shall not be less than a specified sum per mensem.	

## Selected Stamp Duty Schedules (cont.)

### Conveyance, lease, mortgage and re-conveyance

Description of Instrument	Proper Stamp-duty
<b>CONVEYANCE</b> , as defined by section 2(10) not being a <b>TRANSFER</b> charged or exempted under No.62-	Two per centum on the amount or value (additional 2% if relates to immovable property).
<b>Exemptions</b>	
Assignment of copyright made under the Myanmar Copyright Act. <b>CO-PARTNERSHIP-DEED</b> . See <b>PARTNERSHIP</b> (No.46)	
<b>FURTHER CHARGE</b> :- Instrument of, that is to say, any instrument imposing a further charge on mortgaged property:-	The same duty as a <b>CONVEYANCE</b> (No.23) ( <u>2%</u> ) for a consideration equal to the amount of the further charge secured by such instrument.
a. when the original mortgage is one of the description referred to in Clause (a) of Article No.40 (that is, with possession);	
b. when such mortgage is, one of the description referred to in Clause (b) of Article No.40 ( that is, without possession): -	
i. if at the time of execution of the instrument of further charge possession of the property is given or agreed to be given under such instrument;	The same duty as a <b>CONVEYANCE</b> (No.23) ( <u>2%</u> ) for a consideration equal to the total amount of the charge (including the original mortgage and any further charge already made) less the duty already paid on such original mortgage and further charge.
ii. if possession is not given.	The same duty as a <b>Bond</b> (No.15) ( <u>0.5%</u> ) for the whole amount payable or deliverable under such instrument.

## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
<b>LEASE</b> , including an under-lease or sub - lease and any agreement to let or sub - let:-	
a. where by such lease the rent is fixed and no premium is paid or delivered:-	
i. where the lease purports to be for a term of less than one year	The same duty as a <b>Bond</b> (No.15) ( <u>0.5%</u> ) for the whole amount payable or deliverable under such lease.
ii. where the lease purports to be for a term of not less than one year but not more than three years;	The same duty as a <b>Bond</b> (No.15) ( <u>0.5%</u> ) for the amount or value of the average annual rent reserved.
iii. where the lease purports to be for a term in excess of three years;	The same duty as a <b>CONVEYANCE</b> (No.23) ( <u>2%</u> ) for a consideration equal to the amount or value of the average annual rent reserved.
iv. where the lease does not purport to be for any definite term;	The same duty as a <b>CONVEYANCE</b> (No.23) ( <u>2%</u> ) for a consideration equal to the amount or value of the average annual rent which would be paid or delivered for the first ten years if the lease continued so long.
v. where the lease purports to be in perpetuity;	The same duty as a <b>CONVEYANCE</b> (No.23) ( <u>2%</u> ) for a consideration equal to the one-fifth of the whole amount of the rents which would be paid or delivered in respect of the first fifty years of the lease.

## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
b. where the lease is granted for a fine or premium or for money advanced and where no rent is reserved;	The same duty as a <b>CONVEYANCE</b> (No.23) (2%) for a consideration equal to the amount or value of such fine or premium or advance as set forth in the lease.
c. where the lease is granted for a fine or premium or for money advanced in addition to rent reserved.	The same duty as a <b>CONVEYANCE</b> (No.23) (2%) for a consideration equal to the amount or value of such fine or premium or advance as set forth in the lease, in addition to the duty which would have been payable on such lease if no fine or premium or advance had been paid or delivered. Provided that, in any case when an agreement to lease is stamped with the ad valorem stamp required for a lease, and a lease in pursuance of such agreement is subsequently executed, the duty on such lease shall not exceed kyat 300.
<b>Exemptions</b>	
a. Lease executed in the case of a cultivator and for the purposes of cultivation (including a lease of trees for the production of food or drink), without the payment or delivery of any fine or premium, when a definite term is expressed and such term does not exceed one year, or when the average annual rent reserved does not exceed kyat 10,000.	
b. Leases of fisheries granted under the existing Laws.	

## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
<b>MORTGAGE-DEED</b> , not being an “ <b>AGREEMENT RELATING TO DEPOSIT OF TITLED EEDS, PAWN OR PLEDGE (No.6)</b> ”, <b>BOTTOMRY BOND (No.16)</b> , <b>MORTGAGE OF A CROP (No.41)</b> , <b>RESPONDENTIA BOND (No.56)</b> , <b>OR SECURITY BOND (No.57)</b> :-	
a. when possession of the property or any part of the property comprised in such deed is given by the mortgagor or agreed to be given;	The same duty as a <b>CONVEYANCE (No.23) (2%)</b> (Additional 2% if relates to immovable property) for a consideration equal to the amount secured by such deed.
b. when possession is not given or agreed to be given as aforesaid;	The same duty as a <b>BOND (No.15) (0.5%)</b> for the amount secured by such deed.
<b>Explanation</b>	
A mortgagor who gives to the mortgagee a power-of-attorney to collect rents or a lease of the property mortgaged or part thereof, is deemed to give possession within the meaning of this Article;	
c. when a collateral or auxiliary or additional or substituted security, or by way of further assurance for the abovementioned purpose, where the principal or primary security is duly stamped:-	
- for every sum secured not exceeding kyat 1,000,000; and	kyat 50
- for every kyat 100,000 or part thereof secured in excess of kyat 1,000,000.	kyat 50

## Selected Stamp Duty Schedules (cont.)

Description of Instrument	Proper Stamp-duty
<b>Exemptions</b>	
1. Instruments executed by persons taking advances under the existing relevant Laws, or by their sureties as security for the repayment of such advances.	
2. Letter of hypothecation accompanying a bill of exchange.	
<b>RECONVEYANCE</b> of mortgaged property or instrument of extinguishment of a mortgage.	Subject to the maximum of kyat 10,000 the same duty as a <b>CONVEYANCE</b> (No.23) (2%) (Additional 2% if relates to immovable property) for the amount of the consideration for the mortgage.

### Promissory Note

Description of Instrument	Proper Stamp-duty
<b>PROMISSORY NOTE</b> [as defined by section 2(22)]:-	
a. when payable on demand:-	
i. when the amount or value does not exceed kyat 25,000;	kyat 50
ii. when the amount or value exceeds kyat 25,000 but does not exceed kyat 100,000;	kyat 100
iii. in any other case.	kyat 150
b. when payable otherwise than on demand.	The same duty as a <b>BILL OF EXCHANGE</b> (No.13) for the same amount payable otherwise than on demand (if payable on demand, 0.0065% of the amount or value; if payable otherwise than on demand, 0.5% of the amount or value).

## Selected Stamp Duty Schedules (cont.)

### Transfer

Description of Instrument	Proper Stamp-duty
<b>TRANSFER</b> ( whether with or without consideration ):-	
a. of shares in an incorporated company or other body corporate;	0.1 Per centum on the value of share.
b. of debentures, being marketable securities, whether the debenture is liable to duty or not, except debentures provided for by section 8;	0.1 Per centum on the fix amount of the debentures.
c. of any interest secured by a bond, mortgage-deed or policy of insurance:-	
i. if the duty on such bond, mortgage deed or policy does not exceed kyat 500;	The duty with which such bond, mortgage-deed or policy of insurance is chargeable.
ii. in any other case.	kyat 300
d. of any property under the Administrator General's Act, section 25;	kyat 300
e. of any trust -property without consideration from one trustee to another trustee or from a trustee to a beneficiary	300 kyat or such smaller amount as may be chargeable under clauses (a) to (c) of this Article
<b>Exemptions</b>	
Transfers by endorsement:-	
a. of a bill of exchange, cheque or promissory note; b. of a bill of lading, delivery order, warrant for goods, or other mercantile document of title to goods; c. of a policy of insurance; (d) of securities of the Government of the Union of Myanmar. See also section 8.	



## Tax Calendar (2020-2021)



The Processes to be complied by taxpayers	Timeline to be complied with
Monthly Payment for Specific Goods Tax	Within 10 days after the end of each month
Monthly Payment for Commercial Tax	Within 10 days after the end of each month
Quarterly Payment for Income Tax	Within 10 days after the end of each quarter
Quarterly Return for Specific Goods Tax	Within 1 month after the end of each quarter
Quarterly Return for Commercial Tax	Within 3 months after the end of financial year
Annual Return for Commercial Tax	Within 3 months after the end of financial year
Annual Return for Income Tax	

	2020							2020							2021																																																																																										
	October							November							December							January							February							March							April							May																																																							
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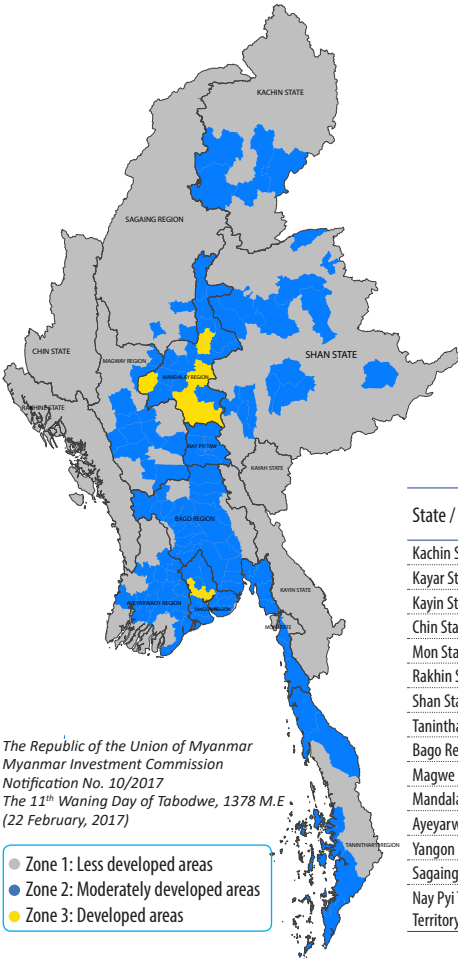
## Tax Calendar (2020-2021)



The Processes to be complied by taxpayers		Timeline to be complied with											
Monthly Payment for Specific Goods Tax		Within 10 days after the end of each month											
Monthly Payment for Commercial Tax		Within 10 days after the end of each month											
Quarterly Payment for Income Tax		Within 10 days after the end of each quarter											
Quarterly Return for Specific Goods Tax		Within 10 days after the end of each quarter											
Quarterly Return for Commercial Tax		Within 1 month after the end of each quarter											
Annual Return for Commercial Tax		Within 3 months after the end of financial year											
Annual Return for Income Tax		Within 3 months after the end of financial year											

June							July							August							September							2021						
2021							2021							2021							2021							2021						
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October							November							December							January													
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# Classification of zones under Myanmar Investment Law



The Republic of the Union of Myanmar  
 Myanmar Investment Commission  
 Notification No. 10/2017  
 The 11<sup>th</sup> Waning Day of Tabodwe, 1378 M.E  
 (22 February, 2017)

- Zone 1: Less developed areas
- Zone 2: Moderately developed areas
- Zone 3: Developed areas

State / Region	Zone 1	Zone 2	Zone 3
Kachin State	14	4	
Kayar State	7	3	
Kayin State	7	7	
Chin State	8		
Mon State	2	8	
Rakhin State	17		
Shan State	41	14	
Tanintharyi Region	4		
Bago Region	7	23	
Magwe Region	13	12	
Mandalay Region	2	13	14
Ayeyarwaddy Region	10	17	
Yangon Region		13	32
Sagaing Region	34	3	
Nay Pyi Taw Union Territory		8	



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