

Administration of Excise Goods in Brunei Darussalam

THE 11TH ASEAN SUB-FORUM ON EXCISE TAXATION

Legislation – Excisable Goods

1. Excise Duties (Amendment) (No.2) Order, 2017 – categories of goods and the rate of duties applicable
2. Excise Duties Order, 2007 (Second & Third Schedule) – exemption from excise duties
3. Excise Order, 2006 (Section 28) – Power of Ministers to prohibit imports

Excise Duties Taxation

Ad Valorem

Specific

Excise Goods

2012		2017	
Alcoholic Beverages	\$30.00/dal, \$120.00/dal, \$55/dal, \$90/dal, \$120/ p.p dal, \$250/p.p dal	Sugar and chocolate confectionery	3%
Tobacco and its products	\$60/kg, \$120/kg, \$200/kg, \$0.25 per stick	Sugar Sweetened Beverages	\$4/dal
Vehicle	Depending on CC from 15%, 20%, 25%, 30% and 35%	Alcoholic Beverages (double rate from 2012)	60.00/dal, \$240.00/dal, \$110/dal, \$180/dal, \$240/p.p dal, \$500/p.p dal
		Tobacco and its products (double rate from 2012)	\$120/kg, \$240/kg, \$400/kg, \$0.50 per stick
		Used tyres	15%
		Plastic products	3%
		Vehicles	Depending on CC from 15%, 20%, 25%, 30% and 35%

Reasons for Imposition of Excise Duty

Health

- To change the consumption habit of consumer towards healthier choice of food & beverages

Safety

- Provide comparative price of new tyres vs used tyres

Environment

- In support of the government's approach on reduction of plastic usage and waste

Controlling Agents on Importation of Excise Goods

Tobacco Products

- Ministry of Health

Alcoholic Beverages

- Ministry of Health
- Prime Minister's Office
- Ministry of Foreign Affairs

Food Products

- Ministry of Health

Vehicles & Used Tyres

- Land Transport Department
- Royal Customs & Excise Department

Future Plans

1. Expand the scope of excise goods /revise rate of duties for e.g:
 - food categories of unhealthy processed food, non-essential food with minimal-to-no nutritional value
 - Plastic products especially on non reusable food packaging
2. Engaging with other stakeholders such as Department of Economic Planning and Development, Community Development Department and academia.

Thank you