

[REPUBLIC ACT NO. 6965, September 19, 1990]

**AN ACT REVISING THE FORM OF TAXATION ON PETROLEUM
PRODUCTS FROM AD VALOREM TO SPECIFIC, AMENDING FOR
THE PURPOSE SECTION 145 OF THE NATIONAL INTERNAL
REVENUE CODE, AS AMENDED BY REPUBLIC ACT NUMBERED
SIXTY-SEVEN HUNDRED SIXTY-SEVEN**

*Be it enacted by the Senate and House of Representatives of the Philippines in
Congress assembled:*

SECTION 1. Section 145 of the National Internal Revenue Code, as amended by Republic Act Numbered Sixty-seven hundred sixty-seven, is hereby further amended to read as follows:

"SEC. 145. *Manufactured oils and other fuels.* - There shall be collected on refined and manufactured mineral oils and motor fuels, the following specific taxes which shall attach to the goods hereunder enumerated as soon as they are in existence as such:

"(1) Lubricating oils and greases including but not limited to basestock for lube oils and greases, high vacuum distillates, aromatic extracts and other similar preparations, and additives for lubricating oils and greases whether such additives are petroleum based or not, per liter of volume capacity, Four pesos and fifty centavos (P4.50): *Provided, however,* That the specific taxes paid on the purchased feedstock (bunker) used in the manufacture of exciseable articles and forming part thereof shall be credited against the specific tax due therefrom: *Provided, further,* That lubricating oils and greases produced from basestocks and additives on which the specific tax has already been paid shall no longer be subject to specific tax;

"(2) Processed gas, per liter of volume capacity, Five centavos (P0.05);

"(3) Waxes and petroleum, per kilogram, Three pesos and fifty centavos (P3.50);

"(4) On denatured alcohol to be used for motive power, per liter of volume capacity, Five centavos (P0.05): *Provided,* That unless otherwise provided by special laws, if the denatured alcohol is mixed with gasoline, the specific tax on which has already been paid, only the alcohol content shall be subject to the tax herein prescribed. For purposes of this subsection, the removal of denatured alcohol of not less than one hundred eighty degrees proof (ninety percent absolute alcohol) shall be deemed to have been removed for motive power, unless shown