

[REPUBLIC ACT NO. 4103, June 19, 1964]

**AN ACT TO AMEND SECTION ONE HUNDRED NINETY OF
COMMONWEALTH ACT NUMBERED FOUR HUNDRED SIXTY-SIX,
AS AMENDED, OTHERWISE KNOWN AS THE NATIONAL INTERNAL
REVENUE CODE.**

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

SECTION 1. Section one hundred and ninety of Commonwealth Act Numbered Four hundred and sixty-six, as amended, is further amended to read as follows:

"SEC. 190. *Compensating tax*.—On the commodities, goods, wares or merchandise purchased or received 1 persons residing or doing business in the Philippines, there shall be paid a compensating tax on the total value thereof including freight, postage, insurance, commission and similar charges, equivalent to the percentage taxes imposed under this Title on original transactions effected by merchants, importers, or manufacturers, such tax to be paid before the withdrawal or removal of said commodities goods, wares or merchandise from the customhouse or the post office, except as follows:

"(a) Articles subject to specific taxes under Title IV of this Code and articles to be used by the importer himself in the manufacture or preparation of articles subject to specific taxes;

"(b) Commodities, goods, wares or merchandise purchased or received by merchants, importers and manufacturers who are subject to tax under Sections one hundred eighty-four, one hundred eighty-five, one hundred eighty-six or one hundred eighty-nine of this Title, where such importations are to be sold, resold, bartered or exchanged or are to be used in the manufacture or preparation of articles for sale, barter, or exchange and are to form part thereof;

"(c) Articles to be used by the importer himself in the manufacture or preparation of articles for consignment abroad;

"(d) Articles to be used by the importer himself as passenger and/or cargo vessel whether coastwise ocean-going, including engines and spare parts of said vessel;

"(e) Wearing apparel and articles for personal US purchased in foreign countries by residents of the Philippines which have been used abroad and accompanying them upon their return to the Philippines the export value of which does not exceed the amount of:

"P250 when the sojourn is not less than one week;

"P500 when the sojourn is not less than two weeks;

"P1,000 when the sojourn is not less than one month