

**[ REPUBLIC ACT NO. 1856, June 22, 1957 ]**

**AN ACT AMENDING SECTIONS ONE HUNDRED EIGHTY-TWO, ONE HUNDRED EIGHTY-EIGHT AND TWO HUNDRED FOUR OF THE NATIONAL INTERNAL REVENUE CODE, AS AMENDED.**

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

SECTION 1. Sections one hundred eighty-two, one hundred eighty-eight and two hundred four of the National Revenue Code, as amended, are further amended to read as follows:

"SEC. 182. *Fixed taxes.*—(A) *On business*—(1) *Persons subject to percentage tax.*—Unless otherwise provided, every person engaging in a business on which the percentage tax is imposed shall pay a fixed annual tax of twenty pesos.

"(2) *Persons not subject to percentage tax.*—Every person who is not required to pay the percentage tax scribed in sections one hundred eighty-four, one hundred eighty-five and one hundred eighty-six shall pay in full for each calendar year or fraction thereof in which person shall engage in business a fixed annual tax based upon his gross annual sales during the preceding calendar year, as follows:

"Ten pesos, if the amount of the gross annual sales exceeds two thousand pesos but does not exceed ten thousand pesos;

"Twenty pesos, if the amount of the gross annual sales exceeds ten thousand pesos but does not exceed thirty thousand pesos;

"Thirty pesos, if the amount of the gross annual sales exceeds thirty thousand pesos but does not exceed fifty thousand pesos;

"Fifty pesos, if the amount of the gross annual sales exceeds fifty thousand pesos but does not exceed seventy-five thousand pesos;

"Seventy-five pesos, if the amount of the gross annual sales exceeds seventy-five thousand pesos but does not exceed one hundred thousand pesos;

"One hundred pesos, if the amount of the gross annual sales exceeds one hundred thousand pesos but does not exceed one hundred fifty thousand pesos;

"One hundred fifty pesos, if the amount of the gross annual sales

exceeds one hundred fifty thousand pesos does not exceed three hundred thousand pesos;

"Three hundred pesos, if the amount of the gross annual sales exceeds three hundred thousand pesos but does exceed five hundred thousand pesos; and

"Five hundred pesos, if the amount of the gross annual sales exceeds five hundred thousand pesos: *Provided*, That if a merchant is engaged in two or more businesses, more of which is subject to, and the others exempt from, the percentage tax, he shall pay the graduated fixed annual tax provided above, based on the individual sales of his business not subject to the percentage tax under this title: *Provided, however*, That the initial graduated fixed annual tax to be paid by the person first engaging in business subject to said tax shall be ten pesos.

"This tax shall be payable before the person subject to the same begins to engage in the business, and thereafter within the regulation period in the month of January during which the other fixed privilege taxes may be paid without penalty.

"(3) *Other fixed taxes.*—The following fixed taxes shall be collected as follows, the amount stated being for the whole year, when not otherwise specified:

"(a) Brewers, one thousand pesos.

"(b) Distillers of spirits, one hundred pesos, if the annual production does not exceed fifty thousand gauge liters; two hundred pesos, if the annual production exceeds fifty thousand gauge liters but does not exceed one hundred thousand gauge liters; four hundred pesos, if the annual production exceeds one hundred thousand gauge liters but does not exceed two hundred and fifty thousand gauge liters; and six hundred pesos, if the annual production exceeds two hundred and fifty thousand gauge liters.

"(c) Rectifiers of distilled spirit, compounders, and re-packers of wines or distilled spirits, four hundred and fifty pesos.

"(d) Wholesale peddlers of distilled, manufactured, or fermented liquor, one hundred pesos.

"(e) Wholesale peddlers of manufactured tobacco, fifty pesos.

"(f) Retail peddlers of distilled, manufactured, or fermented liquor, one hundred and fifty pesos.

"(g) Retail peddlers of manufactured tobacco, sixteen pesos.

"(h) Wholesale liquor dealers—

1. In the City of Manila, six hundred pesos;

2. In chartered cities other than Manila, four hundred pesos;
3. In any other place, one hundred and fifty pesos.

"(i) Wholesale dealers in fermented liquors, except basi, tuba, one hundred and fifty pesos.

"(j) Retail liquor dealers, one hundred pesos.

"(k) Retail vino dealers, twenty pesos.

"(l) Retail dealers in fermented liquors, fifty pesos.

"(m) Wholesale leaf tobacco dealers, one hundred.

"(n) Retail leaf tobacco dealers, thirty pesos.

"(o) Manufacturers of tobacco and manufacture cigars and cigarettes—

1. In the City of Manila, four hundred pesos;
2. In any other place, one hundred pesos.

"(p) Wholesale tobacco dealers, sixty pesos; retail tobacco dealers, sixteen pesos.

"(q) Manufacturers or importers of playing cards, two hundred pesos.

"(r) Manufacturers, producers, or importers of soft drinks or mineral waters, one hundred pesos.

"(s) Stockbrokers, dealers in securities, real estate brokers, real estate dealers, commercial brokers, custom; brokers and immigration brokers, one hundred and fifty pesos: *Provided, however,* That in the case of real estate dealers, the annual fixed tax to be collected shall be as follows:

"One hundred and fifty pesos, if the annual income from buying, selling, exchanging", leasing, or renting property (whether on their own account as principals or as owners of rental property or properties) is four thousand pesos or more but not exceeding ten thousand pesos;

"Three hundred pesos, if such annual income exceeds ten thousand pesos but does not exceed thirty thousand pesos; and

"Five hundred pesos, if such annual income exceeds thirty thousand pesos.

"(t) Owners of race tracks for each day on which races are run on any track, five hundred pesos.

"(u) Lending investors—

1. In chartered cities and first-class municipalities, three hundred pesos;