

**ADVISORY**

Pursuant to the provisions of Republic Act (RA) 10963 otherwise known as “Tax Reform for Acceleration and Inclusion (TRAIN)”, the following tax rates were implemented effective 1 January 2018:

Tax Type	BIR Issuance	Bank Transactions/ Taxable Document	TAX RATE	
			From	To
Final Withholding Tax	RMC No. 2-2018 dated January 4, 2018	Interest on FCDU deposits (except for resident foreign corporation which will still be subject to 7.5%)	7.5%	15%
Final Withholding Tax	Operations Memorandum No. 2018-01-02 dated January 3, 2018	Withdrawal from Decedent’s Deposit account	None	6%
Documentary Stamp Tax	RMC No. 3-2018 dated January 4, 2018	Bank checks, i.e., personal, commercial, cashier’s checks, drafts	P1.50	P3.00
		<p><b><u>New Rate of Checkbooks</u></b></p> <p>Personal P210.00 P285.00</p> <p>Commercial P360.00 P510.00</p> <p>MDS P380.00 P455.00</p> <p>Manager’s Check P51.50 P53.00</p> <p>Counter Check P51.50 P53.00</p> <p>Foreign currency checks/drafts</p> <p>For checks drawn and payable in the foreign country but encashed and negotiated in the Philippines</p>		

		<p>Foreign/Domestic Transactions (Loans)</p> <ul style="list-style-type: none"> <li>- Loan Agreements or Promissory Notes (Negotiable or Non-Negotiable and renewals/extensions)</li> <li>- Deposit Substitutes</li> <li>- DBP PNs (Initial issuance and renewals)</li> </ul> <p>Certificates of Time Deposit</p> <p>Bonds</p>	<p>P1.00/P200 or fractional part thereof of the issue price</p> <p>For debt instruments with terms of less than one (1) year, the DST shall be of a proportional amount in accordance with the ratio of its term in number of days to three hundred sixty five (365) days</p>	<p>P1.50/P200 or fractional part thereof of the issue price</p> <p>For debt instruments with terms of less than one (1) year, the DST shall be of a proportional amount in accordance with the ratio of its term in number of days to three hundred sixty five (365) days</p>
		Domestic Telegraphic Transfers/Demand drafts	P0.30/P200 or fractional part thereof	P0.60/P200 or fractional part thereof

This is subject to change based on succeeding BIR Revenue Regulations, Revenue Memorandum Circulars, Revenue Memorandum Orders and others relative to the above-mentioned law.

**NOTE:** For the full list of tax rates under RA 10963, please click [here](#).