

INDIRECT TAXES

TEMPORARY REDUCTION IN FUEL EXCISE

Motorists are also set for relief at the bowser as the fuel excise tax is slashed.

The excise duty on petrol and diesel will be reduced by 50 percent from 44.2 cents per litre to 22.1 cents per litre for the next six months effective from midnight on 30 March 2022.

Implications for Business

Eligible businesses receive credits for the excise duty that is included in the price of the fuel known as Fuel Tax Credits (FTC).

- Heavy vehicles travelling on public roads – the FTC will be reduced to NIL.
- For other types of taxable fuel consumption – FTC will reduce from \$0.442 to \$0.221 for e.g. on petrol or diesel