



HOUSE OF REPRESENTATIVES

H. No. 6017

BY REPRESENTATIVES VINZONS-CHATO AND JAVIER

AN ACT GRANTING TAX RELIEF TO THE LIFE INSURANCE INDUSTRY BY ABOLISHING THE DOCUMENTARY STAMP TAX AND PREMIUM TAX ON LIFE INSURANCE, REPEALING FOR THIS PURPOSE SECTIONS 123 AND 183 AND AMENDING FURTHER SECTION 199 OF THE NATIONAL INTERNAL REVENUE CODE, AS AMENDED

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

1 SECTION 1. Section 123 of the National Internal Revenue Code, as
2 amended, otherwise known as the "Tax Reform Act of 1997" is hereby
3 repealed.

4 SEC. 2. No tax on life insurance premiums shall be collected after the
5 effectivity of this Act. Premiums that shall be paid and collected from
6 previously issued policies by insurance companies after the effectivity of this
7 Act shall no longer be subject to the premium tax.

8 SEC. 3. Section 183 of the National Internal Revenue Code, as
9 amended by Republic Act No. 9243, is hereby repealed.

1 SEC. 4. Section 199 of the National Internal Revenue Code, as
2 amended by Republic Act No. 9243, is hereby further amended to read as
3 follows:

4 “SEC. 199. *Documents and Papers Not Subject to Stamp*
5 *Tax.* – The provisions of Section 173 to the contrary
6 notwithstanding, the following instruments, documents and
7 papers shall be exempt from the documentary stamp tax:

8 “x x x

9 “(o) ON ALL POLICIES OF INSURANCE OR OTHER
10 INSTRUMENTS BY WHATEVER NAME THE SAME MAY BE
11 CALLED, WHEREBY ANY INSURANCE SHALL BE MADE OR
12 RENEWED UPON ANY LIFE OR LIVES.”

13 SEC. 5. *Rules and Regulations.* – The Secretary of Finance, upon
14 recommendation of the Commissioner of Internal Revenue, shall promulgate
15 the necessary rules and regulations for the effective implementation of the
16 provisions of this Act.

17 SEC. 6. *Repealing Clause.* – All laws, decrees, executive orders,
18 letters of instruction, rules and regulations or parts thereof which are
19 inconsistent with this Act are hereby repealed, amended or modified
20 accordingly.

21 SEC. 7. *Effectivity.* – This Act shall take effect fifteen (15) days
22 following the completion of its publication in the *Official Gazette* or in a
23 newspaper of general circulation in the Philippines.

Approved,