

AMENDMENTS TO SECTION 1 (K) OF REVENUE REGULATIONS NO. 8-90

Read online (full-text search, related cases, audio case brief): <https://batas.org/library/6d0673555557/>

Pursuant to the provisions of Section 245, in relation to 50(b), both of the National Internal Revenue Code, this regulation is issued to amend Section 1 (k) of Revenue Regulations No. 8-90

Section 1 (k) of Revenue Regulations No. 8-90 is hereby amended to read as follows:

“SECTION 1. Income payments subject to creditable withholding tax and rates prescribed thereon. Except as herein otherwise provided, there shall be withheld a creditable income tax at the rates herein specified for each class of payee from the following items of income payments to persons residing in the Philippines.

“(k) Gross selling price or total amount of consideration or its equivalent paid or payable to the seller/owner who is not the manufacturer thereof for the sale, exchange, or transfer of motor vehicles:

1. For brand new vehicles – 1%;and
2. For second hand vehicles – 2%

“Brand new vehicles” shall include only those sold, exchanged, or transferred by (a) motor vehicle manufacturers who are participants to the government’s Car Development Program (CDP) or the Commercial Vehicle Development Program (CVDP), or (b) franchised dealers of the above manufacturers, to their first owners required to register the same in the Land Transportation Office. All other sales, exchanges, or transfers of motor vehicles shall be considered as sale of second-hand motor vehicle subject to two percent (2%). However, if the motor vehicle sold, exchanged, or transferred as a 1978 or earlier model and sold for P50,000 or less, no withholding tax shall be imposed thereon.”

This Regulation shall take effect immediately.

Adopted: 11 Mar. 1991

(SGD.) JESUS P. ESTANISLAO
Secretary of Finance

ABOUT BATAS.ORG

Study smarter at BATAS.org

The Philippine bar review and law-school companion built around how your brain actually remembers.

The complete Philippine law library - free for everyone.

More than 100,000 Supreme Court decisions, Republic Acts, and executive issuances - full-text searchable, browsable by category and year, and always free. No paywall, no login. This PDF came from it.

Audio case-brief lectures.

Any decision becomes a podcast-style lecture - facts, issues, ruling, and doctrine - with read-along highlighting and a hands-free presentation mode. Study while commuting, working out, or resting your eyes.

Bar review built on the science of memory.

Complete, sequenced courses for all eight bar subjects, narrated like podcasts and reinforced with retrieval practice and spaced review - the study techniques with the strongest evidence behind them.

The full law-school curriculum.

One subscription unlocks the entire J.D. curriculum - every subject, every lesson, with your progress tracked down to the paragraph so you can pick up exactly where you left off, on any device.

Mock exams that tell you where you stand.

Timed multiple-choice exams graded instantly, with per-subject score breakdowns and focus suggestions that point you at your weakest topics first.

A study planner that keeps you on pace.

Set your schedule and BATAS tells you every day whether you are on track for bar day - and exactly which lesson to take next.

Start free at <https://batas.org>

The law library is free forever - and your first lesson is one click away.

The text of this document is an official public record and remains in the public domain. Formatting, presentation, and compilation © 2026 batas.org.

Downloaded free from the batas.org Law Library. Share it freely - the library is free for every law student, bar reviewee, and practitioner.