

AMENDING PARAGRAPH (B) OF SECTION 128 OF THE NATIONAL INTERNAL REVENUE CODE, AS AMENDED, BY REVISING THE EXCISE TAX RATES ON CERTAIN PETROLEUM PRODUCTS.

EXECUTIVE ORDER NO. 195, June 17, 1987

Read online (full-text search, related cases, audio case brief): <https://batas.org/library/e7e2a33fca96/>

WHEREAS, the upward trend in the world prices of crude oil has made it necessary to adjust the prices of domestic petroleum products;

WHEREAS, in the adjustment of oil prices, it is likewise necessary to restructure the excise tax components thereof in order to cushion the impact of increased prices of petroleum products on the economy; and

WHEREAS, in restructuring the excise tax components of certain petroleum products, it becomes imperative to adopt the pure ad valorem tax scheme in order to provide for a built-in flexibility to price changes and obviate frequent revisions of tax rates as a result of fluctuations in crude oil prices.

NOW, THEREFORE, I, CORAZON C. AQUINO, President of the Philippines, do hereby order that:

SECTION 1. Paragraph (b) of Section 128 of the National Internal Revenue Code, as amended, is hereby amended to read as follows:

“Par. (b) – For products subject to ad valorem tax only:

Product

Ad Valorem

Tax Rate

1.

Naphtha, gasoline and other similar products of distillation

48%

2.

Aviation turbo jet fuel

48%

3.

Thinners and solvents

48%

4.

Fuel oil, commercially known as bunker fuel and on similar fuel oils having more or less the same generating

power

0%

5.

Fuel oil, commercially known as diesel fuel oil, and on similar fuel oils having more or less the same generating power

24%

6.

Kerosene

24%

7.

Liquefied petroleum gas

24%

8.

Asphalts

24%

“The ad valorem tax imposed in this paragraph shall be based on the company take or netback on the product as approved by the Energy Regulatory Board including the said ad valorem tax.”

SEC. 2. All orders, issuances, rules and regulations or any part thereof which are inconsistent with the provisions of this Executive Order are hereby repealed or modified accordingly.

SEC. 3. This Executive Order shall take effect immediately.

DONE in the City of Manila, this 17th day of June, in the year of Our Lord, nineteen hundred and eighty-seven.

CORAZON C. AQUINO

President of the Philippines

By the President:

JOKER P. ARROYO

Executive Secretary

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.