

**Announcement for the Application of Tax Exemptions or Reliefs under Section 77 (b)  
of the Myanmar Investment Law**

1. With the objectives of facilitating under the tax exemptions or reliefs on the importation of raw materials and partially manufactured goods in accordance with Section 77 (b) of the Myanmar Investment Law for the investment projects under the Permit and Endorsement of the Myanmar Investment Commission (MIC) and State/Region Investment Committees, the MIC will scrutinize and approve in accordance with the following conditions:
  - a. The tax exemptions or reliefs for the importation of initial raw materials for the test run shall be allowed only once before the commercial operation. The amount of raw materials shall be fixed no more than the amount for two months of the required amount of the year.
  - b. The tax exemptions or reliefs for the continued importation of raw materials will be allowed only after the commercial operation and the following application form attached with the documents shall be submitted to the MIC annually three months in advance of the year in which the companies wants to operate:
    - i. The application form (6) for tax exemptions or reliefs which is completely filled the required amount and quantity of raw materials and finished products for a year, raw material used for manufacturing one unit of finished goods (Norms) , the rejection rate and the expected income depending on the nature of business and the type of production.
    - ii. Export Declaration for the finished goods.
  - c. When submitting an application under Subsection (b), the MIC will seek the opinions of the relevant ministries on whether the required amount

of raw materials for a year, the amount of finished products and the rejection rate are reasonable or not. If the relevant ministries reply to amend the amount of raw materials and the rejection rate, the applicant must amend accordingly and reapply it. The MIC will scrutinize and allow them in accordance with the comments of the relevant ministries.

2. The companies that are allowed to import the raw materials or partially manufactured goods with the tax exemptions or reliefs must report to the MIC in the last quarter of a year of operation regarding the Import Declarations for raw materials, the Export Declarations for the finished products and the evidence of the foreign earnings. Tax exemptions or reliefs under Section 77 (b) of the Myanmar Investment Law shall be granted only if at least 80% of the income earned from the investment of foreign earnings from the exports.
3. According to Section 77 (b) of the Myanmar Investment Law, the finished products which are manufactured by the raw materials or the partially manufactured goods imported with tax exemption or relief shall be fully exported and not be allowed for the local sale.
4. The companies must submit the applications for importation of the raw materials or the partially manufactured goods with tax exemption or relief under Section 77 (b) of the Myanmar Investment Law to the MIC in accordance with the terms and conditions of this announcement. Upon receiving the applications, the MIC will scrutinize and approve them in accordance with the Myanmar Investment Law and Rules.

Myanmar Investment Commission