

## Government Notifications

### NOTIFICATION UNDER THE FINANCE ACT, No. 35 of 2018

#### Luxury Tax on Motor Vehicles

BY virtue of the powers vested in me by Section 19 read with Section 51 of the Finance Act, No. 35 of 2018, I, Anura Kumara Dissanayake, Minister of Finance, Planning and Economic Development, do by this regulation amend the regulations published in Extraordinary Gazette Notification No. 2147/72 dated October 31, 2019, as last amended by the Extraordinary Gazette Notification No. 2421/41 dated January 31, 2025, as follows:

1. repeal of HS Codes 8703.80.71 and 8703.80.72 and corresponding descriptions specified in Column I and the corresponding articles specified in Columns II and III of the Schedule I thereto; and
2. addition of the rate of Luxury Tax on Motor Vehicle applicable on the amount exceeding the Luxury Tax Free Threshold specified in the Column III applicable on corresponding articles specified in Column I and II of the Schedule hereto.

This Order shall come into effect from April 29, 2025.

  
Anura Kumara Dissanayake  
Minister of Finance, Planning and  
Economic Development.

Ministry Finance, Planning and  
Economic Development,  
Colombo 01,

April 28, 2025.

# SCHEDULE

<i>I</i>			<i>II</i>	<i>III</i>
<i>H.S. Heading</i>	<i>HS Code</i>	<i>Description</i>	<i>Luxury Tax-Free Threshold Value</i>	<i>Rate (Applicable on the amount exceeding the Luxury Tax Free Threshold)</i>
87.03		Motor cars and other motor vehicles principally designed for the transport of persons (other than those of heading 87.02), including station wagons and racing cars.		
	8703.80	Other vehicles, with only electric motor for propulsion:		
		Other, with spark-ignition internal combustion piston engine only for charging the electric accumulator, not capable of being charged by plugging to external source of electric power:		
	8703.80.71	Capacity of motors not exceeding 50kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.72	Capacity of motors not exceeding 50kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.73	Capacity of motors exceeding 50 kW but not exceeding 100 kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.74	Capacity of motors exceeding 50 kW but not exceeding 100 kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.75	Capacity of motors exceeding 100 kW but not exceeding 200 kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.76	Capacity of motors exceeding 100 kW but not exceeding 200 kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.77	Capacity of motors exceeding 200 kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.78	Capacity of motors exceeding 200 kW, more than three years old	Rs.6.0 Mn	60%
		Other, with compression-ignition internal combustion piston engine (diesel or semi-diesel) only for charging the electric accumulator, not capable of being charged by plugging to external source of electric power		
	8703.80.81	Capacity of motors not exceeding 50kW, not more than three years old	Rs.6.0 Mn	60%

	8703.80.82	Capacity of motors not exceeding 50kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.83	Capacity of motors exceeding 50 kW but not exceeding 100 kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.84	Capacity of motors exceeding 50 kW but not exceeding 100 kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.85	Capacity of motors exceeding 100 kW but not exceeding 200kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.86	Capacity of motors exceeding 100 kW but not exceeding 200 kW, more than three years old	Rs.6.0 Mn	60%
	8703.80.87	Capacity of motors exceeding 200 kW, not more than three years old	Rs.6.0 Mn	60%
	8703.80.88	Capacity of motors exceeding 200 kW, more than three years old	Rs.6.0Mn	60%
		Other		
	8703.80.91	Not more than three years old	Rs.6.0 Mn	60%
	8703.80.92	More than three years old	Rs.6.0 Mn	60%