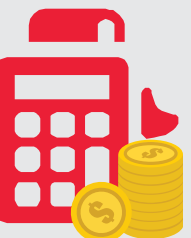








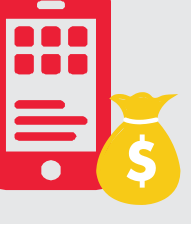




Key Revenue Measures	Expected Impact on Revenue Rs. Mn	Implementation
 <p>Income Tax Rate structure to be limited only to two tax rates as the standard rate of 15% with the higher rate of 30%.</p> <p>Threshold on personal income tax to be increased to Rs. 2.4 million p. a.</p> <p>Withholding Tax deductible by Bank or Financial institutions on interest from deposits at the rate of 2.5% to be removed</p>	<p>= -4000 + -6000 + -8000</p>	<p>Single rate of 17.5% (Banking and financial services, insurance industry and trading activities; 28%, Liquor, tobacco, lottery, betting and gaming; 40%.)</p> <p>Not implemented</p> <p>Not implemented - rate of 2.5% continued</p>
 <p>VAT Single rate to be revised into 3 bands</p> <p>Wholesale and retail to be excluded</p> <p>Threshold to be revised to Rs. 3mn per quarter or Rs. 12mn p.a.</p>	<p>-25000</p>	<p>Raised single rate from 11% to 15% with effect from 1st Nov. 2016</p> <p>Wholesale and retail exclusion removed</p> <p>Threshold for retail and wholesale to remain at Rs. 12.5mn per quarter or Rs. 50mn p.a. while threshold for other goods and services revised to Rs. 3mn per quarter or Rs. 12mn p.a.</p>
 <p>NBT Rate to be revised from 2% to 4%</p> <p>Exemptions on Telecommunication, Electricity and Lubricants to be removed</p> <p>Threshold to be revised to Rs. 3mn per quarter</p>	<p>90000</p>	<p>Rate continued at 2%</p> <p>Exemptions on Telecommunication and Electricity removed</p> <p>Threshold revised to Rs. 3mn per quarter</p>
 <p>Share Transaction Levy (STL)</p> <p>STL to be abolished</p>	<p>-2500</p>	<p>Not implemented (Removed and re-introduced within the year)</p>
 <p>Economic Service Charge (ESC) Rate to be increased from 0.25% to 0.5%.</p> <p>Exclusion of profit making businesses to be removed</p> <p>Maximum liability of Rs. 120 million p. a. will be removed</p>	<p>7000</p>	<p>Rate increased from 0.25% to 0.5%.</p> <p>Exclusion of profit making businesses removed</p> <p>Maximum liability of Rs. 120 million p. a. removed</p>
 <p>Ports and Airports Development Levy (PAL)</p> <p>Rate to be increased from 5% to 7.5%.</p>	<p>30000</p>	<p>Rate increased from 5% to 7.5%</p>
 <p>Excise duty Upward revision of excise duty rate on liquor</p> <p>Introducing Unit Rate of Excise duty for motor cars</p>	<p>16000</p> <p>20000</p>	<p>Rates revised upwards.</p> <p>Unit rates implemented</p>
 <p>Stamp duty Stamp duty on local usage of credit cards to be removed</p> <p>Stamp duty on foreign purchases on credit cards to be increased to 2.5%</p>	<p>-3500</p>	<p>Stamp duty on local usage of credit cards removed</p> <p>Stamp duty on foreign purchases on credit cards increased to 2.5%</p>
 <p>Betting and Gaming Levy Casino entry fee of US\$ 100 per person to be removed</p> <p>Annual levy of Rs. 200 mn Casinos to be increased to Rs. 400 mn per year</p> <p>Annual levy of Rs. 200 mn for carrying on the business of playing rudojino will be reduced to Rs. 5 mn per year</p>		<p>Entry fee removed</p> <p>Fee increased</p> <p>Fee reduced</p>
 <p>International Telecommunication Operator Levy (ITOL)</p> <p>ITOL to be increased from USD Cents 9 to USD Cents 12</p>		<p>ITOL increased from USD Cents 9 to USD Cents 12</p>
 <p>Other Annual registration fee on companies</p> <p>Sale of government's stake (fully/partially) on non-strategic state owned enterprises</p>		<p>Implemented</p> <p>Work in progress</p>
 <p>Expenditure and Regulatory Measures A Bill to govern Micro Finance business</p> <p>A cash grant of Rs. 25,000/- covering the production year, Yala and Maha, to be provided to farmers for a maximum extent of 1 hectare - allocated Rs.37,500 million</p> <p>Allocate Rs. 15,000 million for the expansion of the road network which includes the expansion of the Ruwanpura Expressway, extension of Marine drive up to Panadura, extension of the Panadura-Ratmalana Road, new bridge construction over the Kelani River, reconstruction of 25 bridges and 3 flyovers</p> <p>Development of fisheries harbours</p> <p>Liberalization of lubricant market</p> <p>50 licenses to be issued allowing import of gold free of all import duties</p>		<p>Implemented</p> <p>Work in progress</p> <p>Work in progress</p> <p>Work in progress</p> <p>Work in progress</p> <p>Work in progress</p>
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