

Appendix 1

Proposed Amendment to Increase Tax on Motor Spirits for 1999/2000

		PREMIUM GAS		UNLEADED GAS		AUTO DIESEL		KEROSENE
Factory Price (per litre)		6.3427		6.6970		5.2529		5.6812
Current Tax	5.0658		5.0624		4.3495		3.6859	
Recovery of CET	0.3144		0.3238		0.2952		0.3129	
Additional Tax	2.3369		1.9793		2.0918		2.0198	
Total Tax		7.7198		7.3655		6.6645		6.0186
Factory Price with Tax		14.0625		14.0625		11.9174		11.6998
Margin -28-31%		3.9375		3.9375		3.4560		3.6269
Average to Price to Consumers		18.0000		18.0000		15.3734		15.3267
Average Price ex New Tax		15.2398		15.7082		12.8669		12.8744
Increase in Price		2.7620		2.2918		2.5066		2.4523
Percentage Increase in Price		18.11		14.59		19.48		19.05
Current Tax as a % of Current Price		35.3		34.3		36.1		31.1
Total Tax as a % of New Price		42.9		40.9		43.4		39.3
Volume (Million Litres)		203		306		207		15
Increase in Revenue (J\$million)		476		606		418		31
Total Increase (J\$million)		1,531						