

**Shenzhen, China**

Rooms 1203-06, 12/F.  
Di Wang Commercial Centre  
5002 Shennan Road East  
Luohu District, Shenzhen  
T: +86 755 8268 4480

**Shanghai, China**

Room 603, 6/F., Tower B  
Guangqi Culture Plaza  
2899A Xietu Road  
Xuhui District, Shanghai  
T: +86 21 6439 4114

**Beijing, China**

Room 303, 3/F.  
Interchina Commercial Bldg.  
33 Dengshikou Street  
Dongcheng District, Beijing  
T: +86 10 6210 1890

**Taipei, Taiwan**

Room 303, 3/F.  
142 Section 4  
Chung Hsiao East Road  
Daan District, Taipei  
T: +886 2 2711 1324

**Singapore**

138 Cecil Street  
#13-02 Cecil Court  
Singapore 069538  
T: +65 6438 0116

**New York, USA**

202 Canal Street  
Suite 303, 3/F.  
New York  
NY 10013, USA  
T: +1 646 850 5888

## China's Current Tax System – Vehicle and Vessel Tax

### 1. Taxpayers

Within the territory of China, the owners or managers of vehicles and vessels (hereinafter referred to as vehicles and vessels) shall be the taxpayers of vehicle and vessel tax.

### 2. Scope of Taxation

- (1) Motor vehicles and vessels that should be registered with the vehicle and vessel registration administration department in accordance with law;
- (2) Motor vehicles and vessels that are not required to be registered with the vehicle and vessel registration administration department in accordance with law, or to drive or operate in the internal place.

### 3. Tax Items and Rates

Tax Item		Tax Unit	Notes
Passenger Vehicles (classified by the engine displacement)		Per Vehicle	Authorised number of passengers $\leq 9$ .
Commercial Vehicles	Buses	Per Vehicle	Authorised number of passengers $> 9$ but $< 20$ (including trolley cars)
	Large Coaches	Curb Weight (per ton)	Including semi-tractor trucks and trailer, passenger-cargo vehicle, three-wheel vehicle and low-speed truck, etc.
Trailers		Curb Weight (per ton)	Calculated based on 50% of truck tax.
Other Vehicles	Special-purpose Vehicles	Curb Weight (per ton)	Except tractors
	Special-purpose wheeled model vehicles		
Motor Vehicles		Per Vehicle	
Vessels	Motorised Vessels	Per ton	The tax amount of tugs and non-motorised barges are 50% of that of motorised vessels.
	Yacht	Full length	-

The applicable amount of vehicle and vessel tax shall be in accordance with the schedule of vehicle and vessel tax items. The specific applicable tax on vehicles and vessels shall be determined by the people's governments of provinces, autonomous regions and municipalities directly under the central government within the prescribed range of tax, or by the state council within the prescribed range of tax.

#### 4. Main Preferential Policies

Statutory Reductions and Exemptions:

- (1) Fishing vessels for fishery and cultivation;
- (2) Special vehicles and vessels for army and armed police forces
- (3) Vehicles and vessels used by police;
- (4) Vehicles and vessels of the foreign embassies and consulates of in China, the representative institutions of international organizations in China and their personnel, which shall be exempted from tax in accordance with the relevant provisions of law;
- (5) 50% reduction of energy-saving vehicles (passenger vehicles and commercial vehicles); exemption of vehicle and vessel tax on new energy vehicles and vessels.
- (6) Provincial-level people's governments may periodically reduce or exempt vehicle and vessel taxes on public transport vehicles, motorbikes, three-wheel vehicles and low-speed trucks owned by rural residents and mainly used in rural areas;

Specific Reductions and Exemptions:

- (1) Vehicles and vessels that are approved to enter in Hong Kong Special Administrative Region, Macau Special Administrative Region, and Taiwan temporarily are not subject to vehicle and vessel tax.
- (2) Motorised vessels that pay vessel tonnage tax in accordance with regulations are exempted for 5 years from the date of implementation of the vehicle and vessel tax law.
- (3) Vehicles and vessels that are not required to drive or operate in airports, ports, and railway stations registered with the Vehicle and Vessel Registration Management Department in accordance with the law are exempted from vehicle and vessel tax for 5 years from the date of implementation of the Vehicle and Vessel Tax Law;
- (4) Vehicles and vessels that have difficulty for paying taxes due to severe natural disasters such as earthquakes, floods, and other special reasons may need to reduce or exempt vehicle and vessel taxes within a certain period of time.

*If you wish to obtain more information or assistance, please visit the official website of Kaizen CPA Limited at [www.kaizencpa.com](http://www.kaizencpa.com) or contact us through the following and talk to our professionals:*

*Email: [info@kaizencpa.com](mailto:info@kaizencpa.com)*

*Tel: +852 2341 1444*

*Mobile : +852 5616 4140, +86 152 1943 4614*

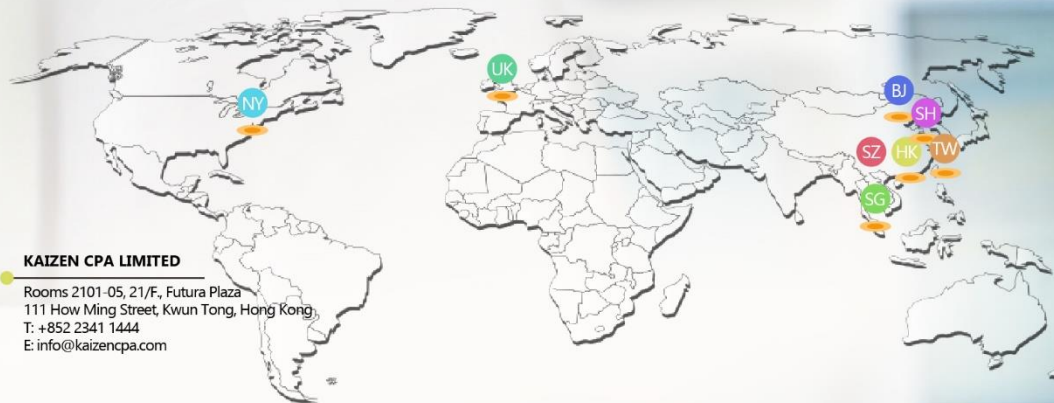
*WhatsApp/ Line/ Wechat: +852 5616 4140*

*Skype: kaizencpa*

## SERVICES SCOPE



## CONTACT US



**KAIZEN CPA LIMITED**

Rooms 2101-05, 21/F, Futura Plaza  
111 How Ming Street, Kwun Tong, Hong Kong  
T: +852 2341 1444  
E: info@kaizencpa.com

**SHENZHEN, CHINA**

Rooms 1203-06, 12/F  
Di Wang Commercial Centre  
5002 Shennan Road East  
Luohu District, Shenzhen  
T: +86 755 8268 4480

**SHANGHAI, CHINA**

Room 603, 6/F., Tower B  
Guangqi Culture Plaza  
2899A Xietu Road  
Xuhui District, Shanghai  
T: +86 21 6439 4114

**BEIJING, CHINA**

Room 303, 3/F, Interchina  
Commercial Building  
33 Dengshikou Street,  
Dongcheng District, Beijing  
T: +86 10 6210 1890

**TAIPEI, TAIWAN**

Room 303, 3/F  
142 Section 4, Chung Hsiao  
East Road, Daan District  
Taipei, Taiwan 10688  
T: +886 2 2711 1324

**SINGAPORE**

138 Cecil Street, #13-02 Cecil  
Court, Singapore 069538  
T: +65 6438 0116

**NEW YORK, USA**

202 Canal Street Suite 303, 3/F  
New York  
NY 10013, USA  
T: +1 646 850 5888

**LONDON, UK**

Unit 2, 2/F, 39-41 High Street,  
New Malden, Surrey  
KT3 4BY, UK  
T: +44 20 8144 6466