

ANNEX G-2: VEHICULAR TAX CHANGES

(A) Additional Registration Fee Changes

To make our vehicular tax structure more progressive, the following changes will be made to the Additional Registration Fee (ARF) payable for cars, taxis, and goods-cum-passenger vehicles (GPVs):

Table 1. Current ARF Rates

Open Market Value (OMV)	ARF Rate
First \$20,000	100% of OMV
Next \$30,000	140% of OMV
Next \$30,000	180% of OMV
In excess of \$80,000	220% of OMV

Table 2. New ARF Rates

OMV	ARF Rate
First \$20,000	100% of OMV
Next \$20,000	140% of OMV
Next \$20,000	190% of OMV
Next \$20,000	250% of OMV
In excess of \$80,000	320% of OMV

The new ARF structure will apply to all new and imported used cars and GPVs registered with Certificate of Entitlements (COEs) obtained from the second bidding exercise in February 2023 onwards. The second COE bidding exercise in February 2023 will take place from 20 to 22 February 2023.

For cars that do not need to bid for COEs (e.g. taxis, classic cars), the new ARF structure will apply for those registered on or after 15 February 2023.

Table 3. Worked Examples

OMV Band (\$)	Examples of Car Models Within OMV Band^[1]	Maximum ARF Payable^[2] Under Current Rates (\$)	Maximum ARF Payable^[2] Under New Rates (\$)
40,001 - 50,000	<ul style="list-style-type: none"> • Audi A6 • BMW 318I • Land Rover Discovery Sport 2.0 • Mercedes Benz C180 AMG Line • Toyota Harrier 2.5 Hybrid 	62,000	67,000 (+5,000)
50,001 - 60,000	<ul style="list-style-type: none"> • BMW 420I GC • Mercedes Benz E200 • Lexus ES300H • Volvo XC90 B5 RD 	80,000	86,000 (+6,000)
60,001 - 80,000	<ul style="list-style-type: none"> • Audi E-Tron 50 Quattro • BMW 630I GT • Land Rover Defender 110 • Maserati Levante GT Hybrid • Mercedes Benz E300E Avantgarde • Tesla Model Y RWD • Toyota Alphard Hybrid Elegance • Porsche Macan III 	116,000	136,000 (+20,000)
80,001 - 100,000	<ul style="list-style-type: none"> • BMW IX XDrive40 • Porsche Cayenne 	160,000	200,000 (+40,000)
100,001 – 200,000	<ul style="list-style-type: none"> • Porsche 911 Carrera • Mercedes Benz Maybach S580 	380,000	520,000 (+140,000)
200,001 - 300,000	<ul style="list-style-type: none"> • Bentley Flying Spur V8 • Ferrari Portofino M 	600,000	840,000 (+240,000)

Notes:

1. Examples are for illustration purposes. Based on OMV data published by LTA for December 2022.
2. The listed ARF payable does not include any rebates or surcharges under the Vehicle Emissions Scheme, and rebates under the Electric Vehicle Early Adoption Incentive.

(B) Preferential Additional Registration Fee Rebate Changes

Preferential Additional Registration Fee (PARF) rebates are provided to car and taxi owners as an incentive to deregister their vehicles early. It is calculated based on a percentage of ARF paid, tiered based on the age of the vehicle at deregistration.

Table 4. Current PARF Schedule

Age of Vehicle at Deregistration	PARF Rebate
Age \leq 5 years	75% of ARF paid
5 years < Age \leq 6 years	70% of ARF paid
6 years < Age \leq 7 years	65% of ARF paid
7 years < Age \leq 8 years	60% of ARF paid
8 years < Age \leq 9 years	55% of ARF paid
9 years < Age \leq 10 years	50% of ARF paid
Age > 10 years	Nil

To make our vehicular tax system more progressive, **PARF rebates will be capped at \$60,000**. For example, a vehicle with an OMV of \$90,000 paying an ARF of \$168,000 under the new rates would receive \$60,000 in PARF rebates, instead of \$84,000, if it is deregistered when it is nine years old.

For cars that need to bid for COEs, the PARF cap will apply to those that are registered with COEs obtained from the second bidding exercise in February 2023 onwards and are subsequently deregistered within their PARF eligibility period.

For cars that do not need to bid for COEs (e.g. taxis), the PARF cap will apply to those that are registered on or after 15 February 2023 and are subsequently deregistered within the PARF eligibility period.

The PARF cap does not apply to vehicles that are not eligible for PARF rebates, such as GPVs, classic cars, and vehicles that have been laid-up.

More Information

Measure	Contact Details
Changes in ARF and PARF Rebate	Please contact the LTA Customer Service hotline at 1800 2255 582, or visit the LTA's OneMotoring portal at onemotoring.lta.gov.sg .