



DRC/STD/GST/50/2026/429

June 25, 2026

## PUBLIC NOTIFICATION

**Subject: Implementation of GST Act of Bhutan 2020 [as amended by GST (Amendment) Act of Bhutan 2026.]**

### 1. Background

Following the GST (Amendment) Act of Bhutan 2026, the following goods have been added to the list of exempted supplies under Schedule IV(C) of the GST Act of Bhutan 2020:

- Fresh butter;
- Additional categories of rice;
- Additional categories of cooking oils; and
- Automatic wheelchairs.

(collectively, “the Exempted Items”), the details of Schedule IV (C) is attached with this notification.

### 2. Effective Date

The exemption on the Exempted Items shall take effect from the **midnight of 25/06/2026**.

### 3. Import-Stage Exemption

GST at the port of entry shall cease to apply to imports of the Exempted Items.

### 4. Instructions to GST-Registered Businesses

All GST-registered businesses dealing in the Exempted Items shall:

- (a) immediately cease charging GST on domestic supplies of the Exempted Items;
- (b) update the invoicing systems, point-of-sale systems, accounting software, product classifications and pricing structures accordingly; and
- (c) for GST already paid on imports and purchases of the Exempted Items made on or after 18/05/2026, Input Tax Credit (ITC) adjustment will be provided at the time of monthly return filing. Therefore, GST registered businesses are advised to ensure that the benefit of exemption is passed on to the consumers.

### 5. Compliance and Penalties

Any GST registered business that continues to impose GST on Exempted Items from the midnight of 25/06/2026 shall be liable for penalty as per provisions of the GST Act of Bhutan 2020 and the amendment thereof.



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Ministry of Finance  
Royal Government of Bhutan  
Department of Revenue and Customs

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For any clarification, the GST-registered businesses and the general public may contact the Department of Revenue and Customs or the nearest Regional Revenue and Customs Office (RRCO).

**Director General**  
Department of Revenue and Customs