

**BDB Law**

DU-BALADAD AND ASSOCIATES

# ADVISORY

SERIES OF 2025

Amendments to the Stock  
Transaction Tax under CMEPA

**BUREAU OF INTERNAL REVENUE**  
**Revenue Regulations No. 19-2025**  
**August 5, 2025**

**AMENDMENTS TO THE STOCK TRANSACTION TAX**  
**UNDER THE CAPITAL MARKETS EFFICIENCY**  
**PROMOTION ACT**

**I. New Rates of Stock Transaction Tax**

Sale, exchange, or other disposition of shares of stock and other securities	STT Rates	
	Pre-CMEPA	CMEPA*
Listed and traded through the local stock exchange	6/10 of 1% (0.6%) of the gross selling price or gross value in money	1/10 of 1% (0.1%) of the gross selling price or gross value in money
Domestic corporation listed and traded through a foreign stock exchange	N/A	

\*New rates effective starting July 1, 2025

**II. Taxation of Dealers in Securities**

Any gain from sale of shares of stocks and other securities realized by a dealer in securities for its own account in the ordinary course of business shall be taxed as follows:

Type of Dealer in Securities	Tax Treatment of Gains Realized
Individual	Ordinary income subject to graduated rates
Corporation	Ordinary income subject to regular corporate income tax

**III. Tax Payment and Reportorial Requirement**

Transaction Type	Responsible Person	Payment and Reporting
Sale through the local stock exchange	Stock broker	<input checked="" type="checkbox"/> Remit the tax within 5 banking days from collection; and <input checked="" type="checkbox"/> Submit on Mondays of each week to the secretary of the stock exchange a true and complete return containing all the transactions effected during the preceding week

**BUREAU OF INTERNAL REVENUE**  
**Revenue Regulations No. 19-2025**  
**August 5, 2025**

Transaction Type	Responsible Person	Payment and Reporting
Sale of shares of stock of a domestic corporation listed and traded in a foreign stock exchange	Selling shareholder (by himself or through his stock broker or authorized representative)	<input checked="" type="checkbox"/> Remit the tax within 10 banking days from collection; and <input checked="" type="checkbox"/> Submit on Mondays of each week to the secretary of the stock exchange a true and complete return containing all the transactions effected during the preceding week

**IV. Effect of Non-Payment of Tax**

- The sale, exchange, transfer, or similar transaction shall not be registered in the books of the corporation UNLESS the receipts of the tax payment is filed with and recorded by the stock transfer agent or secretary of the corporation.
- The stock transfer agent or secretary of the corporation shall inform the BIR in case of non-payment of tax.
- Causing the registration of the transfer of ownership in violation of the above requirements shall be punished under Title X of the Tax Code.

Source:  
Revenue Regulations No. 20-2025  
August 5, 2025

**Learn more:**

email us at [info@bdblaw.com.ph](mailto:info@bdblaw.com.ph)  
or call +632 8403-2001  
visit us at: [www.bdblaw.com.ph](http://www.bdblaw.com.ph)

\*DISCLAIMER: This is for general information only and is not intended, nor should be construed as a substitute for tax, legal or financial advice on any specific matter.

Du-Baladad and Associates (BDB Law) is a multi-awarded, global tax law firm in the Philippines that offers services around 3 major areas of practice – **tax, legal and consulting.**

**BDB Law**

DU - BALADAD AND ASSOCIATES

© 2025 Du-Baladad and Associates. All Rights Reserved.