

## Head 1 — DUTIES

### Details of Revenue

Sub-head (Code)	Actual revenue 2009–10	Original estimate 2010–11	Revised estimate 2010–11	Estimate 2011–12
	\$'000	\$'000	\$'000	\$'000
010 Hydrocarbon oils .....	2,840,951	2,910,507	3,001,829	<b>3,101,799</b>
020 Alcoholic beverages .....	256,330	235,898	285,027	<b>289,558</b>
030 Other alcohol products.....	13,045	14,000	9,535	<b>9,535</b>
050 Tobacco .....	3,354,551	3,012,000	3,664,147	<b>4,396,976†</b>
Total .....	<u>6,464,877</u>	<u>6,172,405</u>	<u>6,960,538</u>	<u><b>7,797,868</b></u>

† After Budget revenue measures but subject to the passing of the relevant legislation by the Legislative Council.

### Description of Revenue Sources

To this revenue head are credited duties paid on hydrocarbon oils, alcoholic beverages, other alcohol products and tobacco under the Dutiable Commodities Ordinance (Cap. 109).

Revenue from duties generated 2.4% of total revenue in 2010–11.

### Underlying Changes in Revenue Yield

The **2010–11** revised estimate of \$6,960,538,000 is a net increase of \$788,133,000 (12.8%) over the original estimate.

Under *Subhead 020 Alcoholic beverages*, the increase of \$49,129,000 (20.8%) is mainly due to the higher than expected consumption of such products.

Under *Subhead 030 Other alcohol products*, the decrease of \$4,465,000 (31.9%) is mainly due to the lower than expected demand for such products.

Under *Subhead 050 Tobacco*, the increase of \$652,147,000 (21.7%) is mainly due to the higher than expected increase in consumption of duty paid imported cigarettes.

The **2011–12** estimate of \$7,797,868,000 is a net increase of \$837,330,000 (12.0%) over the revised estimate for 2010–11.

Under *Subhead 050 Tobacco*, the increase of \$732,829,000 (20.0%) mainly reflects the effect of the proposed increase in the duty rates for tobacco in the 2011–12 Budget.