

Head 1 — DUTIES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Hydrocarbon oils.....	3,842,940	3,922,731	3,425,533	3,294,071
020 Alcoholic beverages.....	714,499	717,201	708,207	708,207
030 Other alcohol products.....	7,712	7,376	6,854	7,494
050 Tobacco.....	7,902,173	8,189,331	8,081,733	9,426,178†
Total.....	<u>12,467,324</u>	<u>12,836,639</u>	<u>12,222,327</u>	<u>13,435,950</u>

† After Budget revenue measures but subject to the passage of the relevant legislation.

Description of Revenue Sources

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

Revenue from duties generated 2.7% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$12,222,327,000 reflects a net decrease of \$614,312,000 (4.8%) against the original estimate.

Under *Subhead 010 Hydrocarbon oils*, the decrease of \$497,198,000 (12.7%) is mainly due to the lower-than-expected demand for such products.

The 2023–24 estimate of \$13,435,950,000 reflects a net increase of \$1,213,623,000 (9.9%) over the revised estimate for 2022–23.

Under *Subhead 050 Tobacco*, the increase of \$1,344,445,000 (16.6%) mainly reflects the effect of the proposed increase in the duty rates for tobacco in the 2023–24 Budget.