

**National Economy Will Not Be Stable If Car Prices Reduced - Nor Mohamed
Bernama
July 28, 2012**

TASEK GELUGOR, July 28 (Bernama) -- The nation will experience economic instability and many will go bankrupt if the price and excise duty of vehicles are reduced.

Minister in the Prime Minister's Department Tan Sri Nor Mohamed Yakcop said, getting rid of taxes for cars would reduce national revenue by RM7 billion which could affect infrastructural development, especially in Sabah and Sarawak, and in the interior of the peninsula.

"If the opposition makes a decision to get rid of the excise tax, the people who are living in poor conditions cannot boost their lives because money is not available. "What about the people who work at the (second-hand car dealer) shops? It will give a side-effect to the economy. "It is possible, if you want to reduce the excise duty, but (one) must think of many aspects, the negative and the positive," he told reporters after visiting 76-year-old Leha Nayan's house, in conjunction with the Concerned Tenaga Nasional Berhad (TNB) Programme here.

Nor Mohamed said this when commenting on a statement by Parti Keadilan Rakyat (PKR) strategic director Mohd Rafizi Ramli who promised to reduce the price of cars if the opposition pact won the 13th General Election.

-- BERNAMA

Copyright © 2012 BERNAMA

Source: <http://www.bernama.com/bernama/v6/newsindex.php?id=683846>

