



TALIADOROS AUDIT FIRM

CHARTERED CERTIFIED ACCOUNTANTS

TAX Newsletter | June 2017

Provisional Tax for the year 2017

For additional information with respect to this newsletter, you may contact the following:

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Provisional Tax for the year 2017

Dear Clients,

We would like to inform you that according to article 24 of the 'Assessment and Collection of Taxes Law' (4/1978), as amended, every person (natural person or company) that acquires any income during the fiscal year, is obliged to submit its own estimate of its chargeable income and the relevant resulting tax for the year, before the 31st of July of the current year.

Therefore, every obligated person (natural person or legal person) should complete and submit the relevant form to the Inland Revenue Collection Offices, also paying the 1st instalment (50%) of the provisional tax until the 31st of July. The 2nd installment is payable until the 31st of December of the same year.

Revised computations can only be submitted at the Inland Revenue Collection Offices the latest by the 31st December of the tax year.

In case where the provisional computation results to nil taxable income **there is no obligation to submit the computation form.**

The effects of low estimation of chargeable income, according to article 26 of the same law above, are the following:

The imposition of a surcharge amounting to 10% of the difference between the tax as finally determined and the provisional tax assessed where the provisional chargeable income assessed is less than 75% of the chargeable income as finally determined.

The refund of any overpayment of provisional tax together with interest, computed in accordance with the applicable public interest rate, per annum based on the completed months from the 1st of January of the following year following the assessment year for which the provisional tax is concerned.

Penalties for non-submission or late submission

In accordance with Article 50A(e) of the Assessment and Collection of Taxes Law No.4 of 1978, as amended, "Person which delays in its duty of payment it will be subject to a 5% surcharge.

Payment of temporary tax

Payments can be made by issuing bankers draft to COMMISSIONER OF TAXATION or by depositing the money to our office CLIENTS account in order to do the payment on your behalf. Details of our office bank account are:

Taliadoros Audit Firm Ltd (Clients)
Hellenic Bank Limited
Dali Branch, 2540 Nicosia, Cyprus
S.W.I.F.T.: HEBACY2N
IBAN / Account: CY79 0050 0135 0001 3501 5763 6101

I kindly request you to respond the earliest possible by informing us whether taxable profits are expected to arise during the year or not, stating also the amount of them.

Please, do not hesitate to contact us for any additional information you may need.

Respectfully,

Iacovos Taliadoros

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