



EMERGENCY PROSPECTUS

Value Added Tax (VAT)

April 23rd, 2020

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING



Change of fixed tax period and calculation of tax due for subject to tax persons who have received notification in the TAXISnet system

As part of the measures implemented by the Republic of Cyprus to mitigate the impact of Coronavirus (Covid19), the Council of Ministers by Decree of 16 April 2020 announced that certain companies, for a period of time, will be obliged to submit monthly VAT returns and make monthly VAT payments in an effort to balance the government's cash flow.

The persons of whom their tax period has been amended shall be determined as follows:

(i) taxable persons belonging to any of the categories below must pay the full amount of the tax due.

35111 Electricity generators
36001 Collection and distribution of water (for water supply)
47111 Grocery and supermarkets for mainly food
47112 Kiosks – mini markets
47211 Retail trade in fruit and vegetables – fruit market
47221 Retail trade in meat and meat products including poultry
47241 Retail trade in bread and other bakery goods
47242 Retail trade in confectionery
47301 Fuel retail sale
47411 Retail trade in computers, peripheral equipment and software including video games
47621 Retail trade in newspapers and stationery
61101 Cyprus Telecommunications Authority
61201 Internet services
61301 Satellite telecommunications services
61901 Other telecommunications services apart from CYTA

New Tax period for category (i)

Tax period	Date of submission of the Tax And Payment of tax due
1/1/2020–31/3/2020	27/4/2020
1/4/2020–30/4/2020	27/5/2020
1/5/2020–31/5/2020	27/6/2020
1/6/2020–30/6/2020	27/7/2020

(ii) for any other subject to tax person, the tax payable is determined as a percentage equal to 30% of the total tax due at the time of the expiry of each tax period, with the remaining tax payable in accordance with the provisions of the Value Added Tax (Amending) Law of 2000 (Law 24(I) of 2000).

The total amount of tax due shall be calculated each time taking into account the balance of the tax remaining, from the previous tax periods.

It is clarified that persons whose tax return expired on 29/2/2020 and which was submitted on 10/4/2020 without any amount of VAT due in relation to it, for the determination of the VAT due to be paid on 27/4/2020, the VAT due relating to the tax period expired on 29/2/2020 will also be taken into account.

New Tax period for category(ii)

Tax period	Date of submission of the Tax Office and payment based on the following percentages of the tax due			
	27/4/2020	27/5/2020	27/6/2020	27/7/2020
1/12/2019-29/2/2020	30%	30%	30%	10%
1/3/2020-31/3/2020	30%	30%	30%	10%
1/4/2020-30/4/2020	-	30%	30%	30%
1/5/2020-31/5/2020	-	-	30%	30%
1/6/2020-30/6/2020	-	-	-	30%

Communication

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