

Japan Tax Update for Covid-19 (vol.2)

2020/3/26

The National Tax Agency has released the announcement on March 6 that filing and payment due dates for **individual income tax, individual consumption tax, and gift tax** for 2019 will be extended as follows due to the spread of Covid-19.

	Due	Extended*
Individual income tax filing and payment	March 16, 2020	April 16, 2020
Individual consumption tax filing and payment	March 31, 2020	April 16, 2020
Gift tax filing and payment	March 16, 2020	April 16, 2020

* If automatic credit is chosen, the extended due is available further to mid-May

For **corporations**, the National Tax Agency has announced the following measures on March 25.

- ◆ In case of poor cash flow due to influences of Covid-19, payment of corporate income tax may be postponed up to one year with reduced delinquent tax.
- ◆ If and when the Annual General Shareholders' meeting where the financial statements are approved, based on which corporate tax returns are produced, is put off (usually due within 3 months after the fiscal year-end), corporate income tax filing due may be extended on request.
- ◆ If and when the company has a difficulty in filing the corporate income tax returns in time (except above) due to infections or influences of Covid-19, corporate income tax filing due may be extended on request.
- ◆ Consumption tax filing due (within 2 months after the fiscal year-end) may be extended on request due to the circumstances by infections or influences of Covid-19.