

CASSIAN & ASSOCIATES

CHARTERED ACCOUNTANTS, TAX AND
MANAGEMENT CONSULTANTS

2016/2017 TAX SUMMARY

Income Tax Forms to be lodged

Estimate/Instalment tax return (Form ITX 202.01.E)

To be lodged and paid by the end of each quarter:



- 31 March
- 30 June
- 30 September
- 31 December

Final tax return (Form ITX 203.01.E)*

Payment: 6 months after end of accounting period

Filing of return form: 6 months after end of accounting period

Penalties & Interest

Offence Monthly Rate/Penalty

Interest for failing to pay tax: **Statutory rate (1%)**

Penalty for failing to maintain documents:

Individual **TZS 15,000 per month**
Company **TZS 150,000 per month**

Penalty for failing to file tax return:

Higher of: **2.5% of tax assessed**
TZS 75,000 (individuals)
TZS 225,000 (companies)

Value Added Tax (VAT)

Registration threshold (ITX245.02.E): Turnover exceeding Tshs 100,000,000/=

Filing/payment (ITX240.02.B): 20th day of following month

Requirements of a valid tax invoice:

- Date of supply and of invoice;
- Supplier name, address, TIN & VRN;
- Description of goods/services;
- Total Consideration payable for supply;
- EFD/ESD number;
- VAT rate and amount included in the supply; and
- Name and address of supply recipient

Tax Rates

Resident / Non-resident corporations: 30%

Domestic permanent establishments:

Individuals:	
Taxable Income (TZS)	Tax
Up to 170,000	NIL
170,001 to 360,000	9% of the amount in excess of TZS170,000
360,001 to 540,000	TZS 17,100 + 20% on excess of TZS 360,000
540,001 to 720,000	TZS 53,100 + 25% on excess of TZS 540,000
Over 720,000	TZS 98,100 + 30% on excess of TZS 720,000

Electronic Fiscal Devices (EFD)

Any taxpayer whose turnover exceeds Tshs 14,000,000 per annum is obliged to acquire and use an Electronic Fiscal Device (EFD).

Non compliance: Fine not less than TZS 1,000,000 and not more than TZS 3,000,000 or imprisonment to a term not more than 3 years.

Other common taxes to consider

- Employment taxes/deductions (PAYE, NSSF, WCF, SDL)
- Withholding taxes on dividends, interest, director fees, rent
- Capital Gains Tax on disposal/sale of investments
- Stamp duty on lease agreements, transfer of assets
- Import duty, excise duty, property taxes etc.

Contact Us

If you would like any further information on this card or the services that we can provide please contact:

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