

Tax committee under the Government
of the Republic of Tajikistan



Налоговый комитет при Правительстве
Республики Таджикистан

Development of the tax system of the Republic of Tajikistan

Taxes are a necessary payment by
society to obtain public goods

Evolution of the tax system of Tajikistan



1991-1999
formation of the
tax system and
adoption of the 1st
Tax Code of the
Republic of
Tajikistan

2005г. New Tax
Code of the RT
(reduction of rates,
new benefits,
simplification of tax
administration)

2013г. New Tax Code of
the Republic of
Tajikistan (the number
of taxes was reduced by
50%, declarations were
reduced by more than
40%, tax reporting was
reduced by more than
80%.

2022г. New Tax Code of
RT reduction of taxes
from 10 to 7 types, VAT
from 18 to 14%, personal
income tax from 13 to
12%, non-residents from
25% to 20%)

Tax Code in the 2022 edition

Purpose - economic development,
increased adoption of digital
technologies and increased revenues
to the state budget and tax certainty

WHAT'S NEW?

in the tax code



Tax committee under the
Government of the
Republic of Tajikistan



Tax Avoidance Commission



Regulations on the involvement of experts for tax control



Tax monitoring was introduced



Transfer pricing is provided for regulating transactions between related parties



Establishment of a council for pre-trial resolution of tax disputes



The principles of taxation are specific and are specifically set out in individual articles



Business entities were divided into small, medium and large



Provision is made for the Regulation on the use of an electronic fiscal check and a virtual cash register (cash register)



The electronic labeling system or QR code was developed to control excisable and other goods



Provision is made for the use of functional currency



E-coding system is provided for imported and domestic goods



A modern method of combating tax evasion (thin capitalization). Characterizes such a financial condition of a company when the amount of borrowed funds significantly exceeds its equity capital



Requirements for interaction of tax authorities with entrepreneurs on the selection of counterparties (business partners)



Regulations on professional assistance to citizens and taxpayers by independent tax consultants consultants

VAT

Previous TC of the RT

18% Standard rate

7% Reduced rate for construction works and catering services

5% For educational services and private health care services

Current TC of the RT

14% Standard rate

7% Construction works, hotel and catering services

5%

- Sale and processing of agricultural products
- educational services,
- medical services in sanatoriums and resorts

Exempt from taxation In order to attract domestic and foreign investments in accordance with Article 251 of the TC of the RT, import and supply of goods and services are exempt from VAT.

Note: From 01.01.2027 the standard VAT rate is set at 13%.

Income tax rates (individuals)

Taxable income from main employment

12%

Other income of residents and non-residents

15%

Non-resident's income from wage employment

20%

Tax exempt for each calendar month

- no more than two personal deductions (2 IC*);
- for individual individuals a personal deduction in the amount of 10 indicators for settlements;
- non-cash expense deduction of up to 10 percent of the total amount of income received,

* IC - indicator for calculations



Previous TC of the RT

23%

13%

Current TC of the RT

18%

13%

20%

Exempt from taxation

New businesses producing goods are exempt from corporate income tax for a period of 2 to 5 years.

*

Excise tax



Tax committee under
the Government of the
Republic of Tajikistan

The rate of tax on excisable goods is determined by the Government of the Republic of Tajikistan. In general, excisable goods are 9 types of goods, including all types of alcohol, alcoholic, non-alcoholic and energy drinks, processed tobacco, industrial tobacco substitutes, tobacco products, etc.

7%

**Telecommunication
services**



Natural resources tax

Taxes on the use of natural resources consist of:

- subscription bonus;
- commercial discovery bonus;
- mining royalty;
- water royalty;
- export rent.

Export
rent

2%

4%

6%

2023г.

2025г.

2027г.

Property taxes (local taxes)



Tax committee under
the Government of the
Republic of Tajikistan

According to Chapter 48 of the Tax Code of the Republic of Tajikistan, property tax includes:
real estate tax,
land tax and
tax on vehicles, which are enacted by normative legal acts of local state authorities in cities and districts.

*



Separate taxation regimes in the Tax Code of the RT

- Taxation regime for the activities of free economic zones
- Taxation regime for securities market entities until 31.12.2026
- Taxation regime for individuals carrying out entrepreneurial activities on the basis of a patent or certificate
- Simplified taxation regime for small businesses
- Simplified taxation regime for poultry farming, fish farming and the production of combined feed for birds and animals
- Simplified taxation regime for agricultural producers (single tax)
- Simplified taxation regime for gambling business entities
- Simplified taxation regime for innovation and technological activities

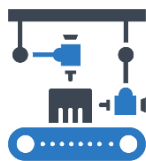


INVESTMENT DEDUCTIONS

A taxpayer who places capital assets in service is entitled to an additional deduction:

10%

of the cost



new
technological
equipment



retrofitting
(modernization)



technical and (or)
technological re-
equipment



funds for the introduction of
domestically produced
software

5%

of the cost



reconstruction of buildings
and
structures used in the
production process;



reconstruction
of existing
buildings and
structures



expansion of
production in
the form of
new
construction



**Investment charges are
made during the reporting
period**



Investment deductions are authorized for
investments made in accordance with the
requirements of this Article after
December 31, 2021.

THANKS FOR YOUR ATTENTION!

