



Tax update:

TU003/2020
10 April 2020



This article covered most recent updates of tax regulation issued by Ministry of Economy & Finance (MEF) and General Department of Taxation (GDT) which cover the following areas:

The Tax Relief for Airline and Tourism Sector

(Guideline no. 9648 GDT, issued by General Department of Taxation, Dated 9 April 2020)

This guideline shall be interested to Airline industry and enterprise serving in tourism sector including hotels, guesthouses, restaurants, and traveling agency who registered with the GDT, specifically located in Phnom Penh, Siem Reap, Sihanoukville, Kep, Kompot, Bavet, and Poi Pet.

In response to reduce the impact of Covid-19, the abovementioned enterprises shall applicable for tax reliefs as below:

1. Airline Sector

Airline enterprises in Kingdom of Cambodia shall be exempted from payment of Minimum Tax for 3 months starting from March until May 2020, as well as, Prepayment of Income Tax.

2. Tourism Sector

Enterprises serving in tourism sector including hotels, guesthouses, restaurants, and traveling agents who registered with the GDT, specifically located in Phnom Penh, Siem Reap, Sihanoukville, Kep, Kompot, Bavet, and Poi Pet province/capital shall be:

- Exempted from payment of all kinds of monthly tax for 3 months starting from March until May 2020. However, the enterprises still need to fulfil the obligation of submitting monthly tax returns and E-VAT during the exemption period.
- Submitting the Tax on Income for year 2019 lasted by end of March 2020. Enterprises that has Tax on Income to be paid are allowed to pay monthly installment until November 2020.

If you required any assistance or professional advice on the above, please feel free to contact our service team listed on our website.