

Tax & Legal Alert

ROMANIA 3 March 2009

Tax on revenues from agricultural activities in 2009

Contacts:

Peter de Ruiter
Partner
E-mail: Peter.deRuiter@ro.pwc.com

Mihaela Mitroi
Partner
E-mail: Mihaela.Mitroi@ro.pwc.com

Ionut Simion
Partner
E-mail: Ionut.Simion@ro.pwc.com

Daniel Anghel
Partner
E-mail: Daniel.Anghel@ro.pwc.com

PricewaterhouseCoopers Romania
Opera Center
1-5 Costache Negri Street
5th District, Bucharest
Tel.: + 40212028500
Fax: + 40212028600

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According to the Fiscal Code, the provision regarding the application of a final tax withheld at source on revenues from agricultural activities enters into force on 1 January 2009.

This tax refers to cash revenues derived from delivery of agricultural products to units specialising in the collection of such products, to industrial processors or to other similar units intent on using the products as such.

The tax rate is 2% on the value of delivered goods, calculated and withheld at source by income payers obliged to pay the tax. The Norms of the Fiscal Code state that the deadline for payment is the twenty-fifth of the month following that in which the tax is withheld.

These provisions have been stipulated in the Fiscal Code since 2006 and were introduced by Law no.343/2006 to amend the Fiscal Code, specifying that the tax is due from 1 January 2008. Government Emergency Ordinance no.106/2007 to amend the Fiscal Code subsequently postponed the application of the tax until 1 January 2009.

National Agency for tax Administration Order no.93/2009 introduced the tax on revenues from agricultural activities into the list of tax liabilities due to the state budget which are paid into a single account.

[Source: Law 571/2003 regarding the Fiscal Code with subsequent amendments, Official Gazette no. 61 dated 2 February 2009]

For more information, please contact Peter de Ruiter, Mihaela Mitroi, Ionut Simion and Daniel Anghel.