

Cambodia news brief

A periodic summary of new rulings and documents relating to legal, tax, and investment developments in Cambodia

October 2017



Subject:

Revised Tax Base for Public Lighting Tax (PLT) (*Prakas No. 976 MEF-BrK dated 9 October 2017*)

The following report may be of interest to:

Taxpayers in alcohol and tobacco business

The Ministry of Economy and Finance (MEF) has issued Prakas No. 976 to revise the current tax base for the PLT on the supplies of alcohol and tobacco products for each supply transaction. This Prakas applies to the supplies of alcohol and tobacco products after the products are imported or produced in Cambodia.

The revised PLT base shall be determined as follows:

- 1) For producers and importers, the PLT base is the price recorded on the invoice inclusive of all taxes, except VAT and PLT itself.
- 2) For further supply of the products to distributors/consumers, the PLT base is equal to 20% of the price recorded on the invoice inclusive of all taxes, except VAT and PLT itself.

Please note that before this Prakas, PLT was imposed at 3% on the invoice price at every supply of alcohol and tobacco products.

PLT is due and payable at the time of supply. The rules of supply for PLT purposes shall be the same as the rules of VAT supply as stated in Article 62 of the Law on Taxation.

Taxpayers who supply PLT products shall have their obligations to submit tax returns and make monthly payments of PLT no later than the 20th of the following month. Prakas 976 is now effective.



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