

Deadline is introduced for putting VAT invoices in the electronic VAT system

Contacts:

Michael Ahern

Partner & TLS Leader
michael.ahern@kz.pwc.com

Tsendmaa Choijamts

Executive Director, Tax Services
tsendmaa.choijamts@mn.pwc.com

Maryna Tarnavska

Manager, Tax Services
tarnavska.maryna@mn.pwc.com

PwC Tax TMZ LLC

Central Tower 6th floor.
Suite 603, Ulaanbaatar
14200, Mongolia
Tel : + 976 70009089
Fax : +976 11 322068

www.pwc.com/mn

This Alert is produced by PwC Tax TMZ LLC. The material contained in this alert is provided for general information purposes only and does not contain a comprehensive analysis of each item described. Before taking (or not taking) any action, readers should seek professional advice specific to their situation. No liability is accepted for acts or omissions taken in reliance upon the contents of this alert.

© 2016 PricewaterhouseCoopers Tax TMZ LLC. All rights reserved. In this document, "PwC" refers to PricewaterhouseCoopers Tax TMZ LLC, which is a member firm of PricewaterhouseCoopers International Limited, each member firm of which is a separate legal entity.



Recently the tax authorities informed about its decision to introduce a deadline for issuing VAT invoices in the VAT electronic system www.ebarimt.mn

In particular, based on the tax authorities' decision, the cut-off date for issuance of VAT invoices for sales, performed in the reporting month, shall be the 8th of the next month.

Previously, it was possible to issue VAT invoices within the deadline for the submission of VAT return, i.e. by the 10th of the following month. However, as many VAT payers delayed issuing of invoice till the last moment, their counterparties experienced problems with reconciling of VAT liabilities. In view of this, the tax authorities assigned a deadline in advance.

The decision is based on Article 17.3.4 of the VAT law effective from 2016, which states that taxpayer shall enter sales invoices and related information to the electronic VAT system within 7 days after the sales occurred.

This means that the transaction which was performed on the last day of the reporting month should be posted in the system within 7 days, i.e. by the 8th of the next month.