



Reminder - certain important deadlines for submission to the Revenue Department

The following report may be of interest to:

All clients

Summary:

1. Investment in new machinery

Royal Decree No. 695 granted an additional 150% expense deduction to corporate entities for investments in new machinery, further details of which were included in our Tax insights [Nos 28/2020](#) and [31/2020](#).

According to the Notification of the Director-General No. 378, corporate entities that are planning to utilise the above incentive must comply with the condition that requires them to prepare an investment project and payment plan in the form prescribed in the above notification via the website of the Revenue Department by 31 December 2020.

2. Special economic development zones (SEZ)

Royal Decree No. 693 granted corporate entities with a place of business in the SEZ a reduction of the corporate income tax rate to 10% for ten years on income earned from manufacturing goods or services rendered and used in the SEZ regardless of where their head office is situated. Further details were included in our Tax Newsletter [No. 02/2020](#).

According to the Notification of the Director-General No. 395, corporate entities that are planning to utilise the above incentive must comply, inter alia, with the condition that requires them to inform the Director-General of the Revenue Department between 23 June and 30 December 2020 that they will use this tax incentive in the SEZ. This must be submitted during the same period in the form prescribed, together with the business plan, to the Large Business Tax Administration Division (LTO) of the Revenue Department, in the case of corporate entities under the responsibility of the LTO, or at the Area Revenue Office where the head office of the corporate entities is located.



For further information, please contact:

Your regular PwC contact person