

## Kingdom of Saudi Arabia (KSA)

### **Zakat, Tax and Customs Authority (ZATCA) clarifies the partial recovery calculation to licensed real estate finance providers**

In the recently updated Real Estate Guide, ZATCA clarified its position that licensed real estate finance providers may exclude sales of exempt land and property from their residual VAT recovery calculations.

### **ZATCA invites taxpayers subject to e-invoicing to explore the e-invoicing simplified guide**

On 22 June 2021, ZATCA invites taxpayers subject to e-invoicing regulation and providers of technical systems of the e-invoicing to review the e-invoicing simplified guide for through the dedicated “e-invoicing” section on ZATCA’s website.

Click [here](#) to read more (in Arabic). Click [here](#) to access the dedicated e-invoicing section on ZATCA’s website.

### **The supervisory and inspection teams of ZATCA seizes many tax and customs violations**

On 23 June 2021, ZATCA reported that it carried out a wide inspection campaign in various cities and governorates of the Kingdom with the participation of all branches of the Authority, which included more than 23,000 inspection visits to establishments and sectors subject to the tax regulations in force in the Kingdom.

Click [here](#) to read more (in Arabic).

### **The World Customs Organization agrees to continue with KSA’s membership in the Customs Policies Committee**

On 27 June 2021, ZATCA reported that KSA’s continuation of the membership of the Committee on Customs Policies and the Finance Committee will remain. The agreement were made during the World Customs Organization’s meetings that held virtually from 21-26 June 2021.

Click [here](#) to read more (in Arabic).

### **ZATCA invites taxpayers to take advantage of its penalty waiver initiative as the deadline is approaching**

With only few days left until the penalty waiver initiative will come to an end. ZATCA is inviting taxpayers to take advantage of its initiative before 30 June 2021.

Click [here](#) to read more (in Arabic).

### **ZATCA publishes its procurement plan for 2021 fiscal year**

On 17 June 2021, ZATCA published its procurement plan for 2021 fiscal year. Click [here](#) to access the procurement plan.

### **ZATCA will hold an online workshop for service providers and system developers**

ZATCA invites concerned parties to attend its e-invoicing online workshop for service providers and system developers on Wednesday, 30 June 2021.

Click [here](#) to register for the online workshop.

### **KSA's Shura Council approves tax agreement with Chinese Taipei**

On 22 June 2021, KSA's Shura Council approved the income tax agreement with Chinese Taipei, signed on 2 December 2020.

## **United Arab Emirates (UAE)**

### **Federal Tax Authority (FTA) encourages registrants to take advantage of penalty redetermination**

In a press release issued on 26 June 2021, the FTA has called on tax registrants in the UAE to benefit from the penalty redetermination scheme introduced by Cabinet Decision No. 49 of 2021 on Amending Some Provisions of Cabinet Decision No. 40 of 2017 on the Administrative Penalties for Violation of Tax Laws in the UAE, which will be effective from 28th June 2021.

Click [here](#) to read more.

### **FTA has modified the payment section in its portal**

The recent modification to the FTA's portal is the payment section, where now it shows the split between tax payable and penalties.

### **Austrian Council of Ministers authorizes signing of protocol to tax treaty with UAE**

On 23 June 2021, the Austrian Council of Ministers authorized the signing of an amending protocol to update the Austria - UAE income tax treaty of 2003.

## **Oman**

### **Sultanate of Oman Tax Authority (OTA) issues a circular that includes the tax authority's bank details for each type of tax**

OTA issues circular no. 1/2021 that includes the tax authority's bank details for each type of tax, the OTA also requests taxpayers to not deposit/transfer any amounts to the Government account without checking the details of the depositing/transferring entity.

Click [here](#) to access the circular.

### **OTA issues a VAT taxpayer guide that includes the VAT return template**

OTA has issued a VAT payer guide that contains the VAT return template. The guide also explains the administrative obligations associated with the VAT return.

Click [here](#) to access the guide.

## **Invitation to KPMG tax live conversation – 1,000 days of Bahrain VAT**

With the Government of Bahrain having introduced VAT from 1 January 2019, we are rapidly arriving at a major milestone to mark 1,000 days of VAT in the Kingdom of Bahrain. This is a critical juncture in the journey, and the laws, policies and processes on VAT has significantly evolved over the period to a level of maturity within the marketplace. With the aim to decode the journey, and help you navigate through the complexity in terms of how it has impacted businesses, and may develop in the future to impact the marketplace; KPMG in Bahrain is conducting a complimentary live webinar on **Wednesday, 14th of July 2021**.

We are very pleased to invite you to a live conversation where our Tax specialists will be covering:

- Latest tax developments in Bahrain
- Common VAT issues
- Oman VAT & its impact on Bahraini entities
- Live Q&A and discussions

[Register now](#)

*The above is for general information only and is not intended to address the circumstances of any particular scenario. Please seek professional advice in relation to your particular circumstances.*

For a detailed discussion on how the above updates may impact your business, [contact us](#).

**Mubeen Khadir**

Partner - Head of Tax & Corporate Services

T: +973 3222 6811

E: [mubeenkhadir@kpmg.Com](mailto:mubeenkhadir@kpmg.Com)

**Omar Hisham**

Senior Manager

T: +973 3840 7759

E: [sosaid@kpmg.com](mailto:sosaid@kpmg.com)

**Hasan Khalaf**

Manager

T: +973 3636 6462

E: [hakhalaf@kpmg.com](mailto:hakhalaf@kpmg.com)

**Mansoor AlWadaie**

Manager

T: +973 3998 8098

E: [malwedaie@kpmg.com](mailto:malwedaie@kpmg.com)

**Shashank Chandak**

Manager

T: +973 3553 1905

E: [shashankchandak@kpmg.Com](mailto:shashankchandak@kpmg.Com)

**Dao Han Hung**

Manager

T: +973 3907 7964

E: [hdaohan@kpmg.com](mailto:hdaohan@kpmg.com)

***Setting up a new business? Expanding or restructuring an existing one?***

*KPMG can assist with selecting the most suitable legal entity and support you with all required regulatory approvals and licenses. We provide commercially focused regulatory and business advice for organizations to maintain compliance with the Bahrain Commercial Companies Law, Central Bank of Bahrain rulebook, other local regulations and leading industry practices.*

Click [here](#) to learn more about KPMG Corporate Services

---

[home.kpmg/bh](http://home.kpmg/bh)

© 2021 KPMG Fakhro, a Bahrain partnership registered with the Ministry of Industry, Commerce and Tourism (MOICT), Kingdom of Bahrain and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

The KPMG name and logo are registered trademarks or trademarks of KPMG International. KPMG International Limited is a private English company limited by guarantee and does not provide services to clients. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm.

Throughout this release, "we", "KPMG", "us" and "our" refers to the global organization or to one or more of the member firms of KPMG International Limited ("KPMG International"), each of which is a separate legal entity.

KPMG International Limited is a private English company limited by guarantee and does not provide services to clients. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm.