



Tax alert – Qatar Financial Centre

Rate of Additional Charge and Compensation

QFC Tax Director through a Public Notice has set a Rate of Late Payment Charge (referred to in Article 143 of the QFC Tax Regulations), as follows:

Period	Rate of Late Payment Charge
From 1 March 2020 to 31 August 2020	0%
From 1 September 2020	5%

Please note that under QFC Tax Regulations taxes needs to be paid within 6 months of the year-end (so tax will be due for entities with the accounting period as 31 December 2019, by **30 June 2020**). Any delay in payment of tax would result into a Late Payment Charge.

As per the above Public Notice, such rate is set at **0%** until 31 August 2020.

This will effectively provide the companies (with 31 December as year-end), with two additional months to pay QFC Tax without any Late Payment Charge.

This is a welcoming step by the QFC Tax Department to support companies who are facing difficulties during the current situation.

Please note that above rate is only applicable on companies established in the Qatar Financial Centre.

If you have any questions regarding the above relief, please do feel free to contact us.

Kind regards,



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For further discussion or clarifications you may also contact:

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This alert provides a brief summary of the current updates and has been written in general terms and therefore cannot be relied on to cover specific situations; application of the principles set out in the new law and executive regulations will depend upon the particular circumstances involved and we recommend that you obtain professional advice before acting or refraining from acting on any of the contents of this publication.



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