



CIRCULAR

Reference Number: 220-TFD/CIR/2019/03
Date: 23 December 2019
To: Bank and money transfer agencies
Subject: Abolishment of “Remittance Tax”

Pursuant to the Income Tax Act (Law Number 25/2019), the “remittance tax” imposed via chapter 11 of Employment Act (Law Number 22/2016) will be abolished from 1 January 2020. Therefore, all the banks and money transfer agencies are requested to take note of the following:

1. You are not required to charge remittance tax from 00:00 hrs of 1 January 2020.
2. You are required to submit the remittance tax return for December 2019 and pay tax to MIRA by 15 January 2020.
3. You are required to maintain all remittance tax related records for a minimum period of 5 (five) years.

Should you have any queries, please call 1415 or email us at 1415@mira.gov.mv.

Fathuhulla Jameel

Commissioner General of Taxation

