

**S.I 45 of 2021****REVENUE ADMINISTRATION ACT***(Cap 308)***Revenue Administration (Conditions for remission of interest and additional tax) Regulations, 2021**

In exercise of the powers conferred by section 99 read with sections 41 and 45 of the Revenue Administration Act, the Minister responsible for finance makes the following regulations —

**Citation and Commencement**

1. These regulations may be cited as the Revenue Administration (Conditions for remission of interest and additional tax) Regulations, 2021 and shall come into operation on 1<sup>st</sup> July 2021.

**Interpretation**

2. In these Regulations —

“Act” means the Revenue Administration Act, 2009 (Cap 308);

“additional tax” means additional tax under section 42 of the Act;

“commencement date” means 1<sup>st</sup> July, 2021;

“interest” means interest under section 41 of the Act;

“outstanding primary tax” means revenue (as defined under the Act) excluding interest and additional tax incurred by a taxpayer during the relevant period and outstanding at commencement date;

“outstanding interest” means interest incurred by a taxpayer during the relevant period and outstanding at commencement date;

“Outstanding additional tax” means additional tax incurred by a taxpayer during the relevant period and outstanding at commencement date;

“revenue law” means revenue law as defined under section 2 of the Act;

“relevant period” means —

- (a) in respect of taxes under the Business Tax Act (Cap 20), the taxable year 2019 and preceding years;
- (b) in respect of every other tax under a revenue law other than the Business Tax Act (Cap 20), the taxable year 2020 and preceding years.

“taxpayer” means taxpayer as defined under section 2 of the Act.

### **Remission of Interest and Additional Tax and conditions for remission**

3.(1) The Commissioner General shall remit the proportion of outstanding interest specified in column 3 of the Schedule and the proportion of the outstanding additional tax specified in column 4 of the Schedule of a taxpayer where the taxpayer has within the period specified in the corresponding column 1 of the Schedule satisfied in full —

- (a) the taxpayer's outstanding primary tax; and
- (b) the proportion of the outstanding interest specified in the corresponding column 2 of the Schedule.

(2) Where prior to commencement date, a taxpayer has satisfied the whole of the taxpayer's outstanding primary tax and there is in respect of the taxpayer any or all outstanding interest and outstanding additional tax, the Commissioner General shall remit outstanding interest and outstanding additional tax due and payable by the taxpayer as at commencement date in the proportion specified in column 3 and 4 of the Schedule on condition that the taxpayer satisfies the proportion of the outstanding interest as at commencement date specified in column 2 of the Schedule within the period specified in column 1 of the Schedule.

**SCHEDULE**  
*[Regulations 3]*

**RELEVANT PERIOD AND RATES OF REMISSION**

SPECIFIED PERIOD	APPLICABLE RATES ON		
	INTEREST PAYABLE	INTEREST REMITTED	ADDITIONAL TAX
1 <sup>st</sup> July to 31 <sup>st</sup> August 2021	25%	75%	100%
1 <sup>st</sup> September to 31 <sup>st</sup> October 2021	50%	50%	100%
1 <sup>st</sup> November to 31 <sup>st</sup> December 2021	75%	25%	100%

**MADE this 30th day of June, 2021.**

**NAADIR HASSAN**  
**MINISTER OF FINANCE,**  
**ECONOMIC PLANNING AND TRADE**

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