

Corporate Tax ALERT

Cabinet Decision No. 74 of 2023 on the Executive Regulation of Federal Decree-Law No. (28) of 2022 on Tax Procedures

Art. 25 to 29 of the Decision prescribes the provisions related to Extension of Deadlines, Tax Refund Procedures, Payment of Tax and Administrative Penalties in Cases of Bankruptcy etc., which have come into effect as of 1 August 2023.

Extension of Deadlines

- The Authority may extend the deadline for a Tax assessment review request and reconsideration for a period of 20 Business Days.
- The Committee may extend the deadline on a Tax objection for a period of 60 Business Days.
- The Authority on request may extend the deadline for accepting the submission of a Tax assessment review or a reconsideration.
- The Committee on request may extend the deadline for accepting the submission a Tax objection if there is a reason beyond control, sudden accident, emergency circumstances or force majeure.
- The request must be submitted with reasons and justifications for extension.

Tax Refund Procedures

- A Taxpayer may apply for the refund in approved form.
- The Authority shall decide on the refund application and notify the Taxpayer in 20 Business Days.
- The Authority shall initiate the repayment within 5 Business Days after accepting the application.
- The Authority may defer the Tax refund until the receipt of pending Tax Returns at the time of application. Any excess amount shall be refundable after Tax Returns are submitted.

Payment of Tax and Administrative Penalties in Cases of Bankruptcy

The appointed trustee shall be treated as representing the Person until the expiration of its appointment.

The appointed trustee shall notify the Authority within 20 Business Days from the appointment date.

The Authority shall notify the appointed trustee of the Due Tax and of its intention to perform a Tax Audit, within 20 Business Days

The appointed trustee shall settle Payable Tax in accordance with the Payable Tax settlement mechanism.

Confidentiality and Disclosure of Information

Employees of the Authority, both during and after cessation of their employment, shall not disclose information obtained or accessed during their employment, except in the following cases:

The disclosure is made for the purposes of a civil or criminal case before the Competent Court

The disclosure is made to a competent government entity

The disclosure is made in the implementation of international treaties or agreements

The disclosure is requested by a Person, its Legal Representative or Tax Agent of the Person

The disclosure is made to a competent employee of the Authority

Employees of the Authority shall mean the Chairman and members of the Board, the Director General and any other employee of the Authority.

Request of Information and Documents

The Authority may request the accounting records, commercial books and any other data in order to fulfil its duties and powers.

For more information, please contact our team at support@ajmstax.com or WhatsApp/call us at +971 58 120 6294.

Our team



Dr Abhishek Jajoo
Founder & Chairman



Muhammad Altaf Hussain
Partner, Tax & Advisory



Vivek Mundhra
Senior Partner

The above Alert is a summary of our analysis of the Cabinet Decision and should be used for informational purposes only. This summary does not constitute any form of advice or recommendation and should not be relied upon for arriving at any conclusions. For further details, please refer the Cabinet Decision.