



NewsFlash

Tax&Legal

December 2019

Dear Readers,

An order of the Minister of Finance introduced amendments to the procedure for the application of the risk management system for publicly open criteria. In this News Flash issue, we would like to present you these amendments.

The amendments increased administrative fines for the following tax offenses:

The frequency of revision of information on the risk degree will depend on the presence of outstanding tax or social payments liabilities. The risk degree will be subject to a review at least once a month for a taxpayer with the low degree of risk if the taxpayer has outstanding tax or social payments liabilities for more than thirty days.

The number of amended declarations to reduce corporate income tax and (or) value added tax liabilities that initiates

the application of the criterion *Repeated Amendments to the Previously Submitted Tax Declaration* is lowered from 10 to five declarations.

The criterion *Issuing Invoices in Electronic Form* positively influencing the degree of risk will apply not only to VAT payers but also to taxpayers not registered for VAT purposes. The priority of this criterion for taxpayers not registered for VAT purposes is minus 3 points.

The amendments introduced a new risk-reducing criterion *The Absence of Consequent Tax or Social Payment Liabilities*. The priority of this criterion is minus 3 points.

The order entered into force on 30 November 2019.

¹ Order No. 1248 of the Minister of Finance of the Republic of Kazakhstan On Amendments and Additions to the Order No. 252 of the Minister of Finance of the Republic of Kazakhstan, dated February 20, 2018, On Approval of the Rules for the Application of the Risk Assessment System for Publicly Open Criteria, dated November 12, 2019

Contacts:



Inna Alkhimova
Head of Tax and Legal
Partner
T: +7 727 298 08 98
E: ialkhimova@kpmg.kz



Rustem Sadykov
Tax and Legal
Partner
T: +7 7172 55 28 88
E: rsadykov@kpmg.kz

www.kpmg.kz



The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

Legal services may not be offered to SEC registrant audit clients or where otherwise prohibited by law.

© 2019 KPMG Tax and Advisory LLC, a company incorporated under the Laws of the Republic of Kazakhstan, a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.

