

CORPORATE INCOME TAX FINALISATION 2011

This is the time of the year that you need to start preparing for the annual Corporate Income Tax ("CIT") finalisation and Related Party Transactions ("RPT") filings. In view of this upcoming deadline, we are pleased to provide you with some useful information which would facilitate the preparation of the CIT finalisation return and RPT disclosure form for your company.

1. Purpose of Annual CIT Finalisation

The purpose of the annual CIT finalisation is to reconcile the quarterly CIT paid during the year with the actual CIT payable for the whole year and to determine if there is any shortfall or overpayment of CIT for the year. In addition, the Company also have to attach the RPT form with the CIT finalisation return.

2. Submission and Payment Deadline

The deadline for submission of the 2011 CIT finalisation return and RPT disclosure form is within 90 days from the end of the financial year (i.e. **30 March 2012** in case your financial year is on the calendar year basis). Any outstanding CIT liabilities should also be settled together upon filing of the CIT finalisation return.

We would recommend early filing of the sufficient tax finalisation dossier (i.e. tax finalisation return, audited financial statement and supporting appendices) before the deadline stated above to avoid any late filing penalty.

3. Penalties

We wish to draw your attention that in accordance with the Law on Tax Management and its implementing guidelines, failures to submit the CIT finalisation returns together with RPT disclosure form and to make CIT payments by the due date will be subject to penalties as below:

- A late submission penalty will be imposed ranges from VND550,000 to VND5,000,000 depending on the number of days overdue from 5 up to 90 working days.
- Additionally, late interest charges of 0.05% per day will also be imposed on the number of days outstanding until the full amount of tax liabilities are settled.

Should you wish to engage us in preparing your Company's CIT finalisation and RPT filling, please inform us so that we can send you our formal Proposal for your consideration.



Contact us

Warrick Cleine
CEO - Vietnam and Cambodia
Tax Managing Partner

Hanoi

Le Thi Kieu Nga, Partner
Hoang Thuy Duong, Partner
Do Thi Thu Ha, Partner
Chye Khoo, Director
Nguyen Thu Huong, Director
Er Say Hun, Director
Ho Dang Thanh Huyen, Senior Manager
Nguyen Thi Thuy Ha, Senior Manager
Taninaka Yasuhisa, Japanese Desk

16th Floor, Pacific Place
83B Ly Thuong Kiet Street
Hoan Kiem District

T: +84 4 3946 1600
F: +84 4 3946 1601
E: kpmghanoi@kpmg.com.vn

Ho Chi Minh City

Rolf Winand, Partner
Ninh Van Hien, Partner
Ta Hong Thai, Partner
Nguyen Cong Ai, Partner
Ho Thi Bich Hanh, Partner
Nam Nguyen, Partner
Jeff Sea, Partner
Tran Thi Tuyet Nhung, Partner
Hoang Anh Tuan, Director
Nguyen Thanh Hoa, Director
Do Trong Hoai, Director
Nhan Huynh, Director
Tran Dong Binh, Director
Kimura Ayano, Japanese Desk

10th Floor, Sun Wah Tower
115 Nguyen Hue Street
District 1

T: +84 8 3821 9266
F: +84 8 3821 9267
E: kpmghcmc@kpmg.com.vn

www.kpmg.com.vn