

EGYPT VAT

NEW AUTHORITY GUIDE

THOMSON REUTERS TAX RESEARCH

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Introduction

On 8 September 2016, the Egyptian president has ratified the new Value Added Tax (VAT) Law and it has been published in the Egyptian official journal.

Egypt's ministry of finance proposed the VAT draft law on 20 May 2016, and it received the parliamentary approval on 28 August 2016.

The President has announced that the Sales Tax regime will remain in effect until the Executive Regulations are released by the Minister of Finance. Article Eight of the VAT Law allows 30 days for these regulations to be issued after the effective date of the law. Article Nine provides that the law becomes effective on 9 September 2016, the day following publication.

The authority of Egypt VAT has been added, including all rates, catch-all rules, and cross-border logic in response to the above mentioned legislation.

The authority of Egypt VAT has been shipped to customers "Turned Off" to allow for a smooth transitional period from Sales Tax to VAT.

Zone Updates

The authority of Egypt VAT has been attached to the following zone.

ZONE	PARENT ZONE	ZONE LEVEL	DEFAULT PRODUCT GROUP
EGYPT	WORLD	Country	Harmonized

Rate Updates

The following rates have been added in the authority of Egypt VAT.

RATE CODE	RATE DESCRIPTION	RATE	START DATE	BASIS
SR	Standard Rate	13%	09/09/2016	Act No 67 of 2016
RR	Reduced Rate	5%	09/09/2016	Act No 67 of 2016

Registration Mask Updates

The following registration masks were entered for the authority of Egypt VAT

TYPE	UPDATED REGISTRATION MASK
COMPLEX	(^EG)?\d{3}-?\d{3}-?\d{2,3} \d{1}-\d{5}-\d{3}-\d{2}-\d{2}\$
SIMPLE	^EG (^EG)?\d{3}-?\d{3}-?\d{2,3} \d{1}-\d{5}-\d{3}-\d{2}-\d{2}\$

Authority Options

NAME	CONDITION	VALUE	START DATE	END DATE
CL - Customer Location Reverse Charge	Foreign Transaction	Registration Required	09/09/2016	N/A
CR - Registration Requirement	Both	Registration Requirement	09/09/2016	N/A
Filing Groups Goods	- None -	No	09/09/2016	N/A
Filing Groups Customer Location Service	- None -	No	09/09/2016	N/A
Filing Groups Physical Performance	- None -	No	09/09/2016	N/A
Filing Groups Electronic Services	- None -	No	09/09/2016	N/A
GS - Goods Reverse Charge	Not Applicable	Not Applicable	09/09/2016	N/A
Intra-Company tax free - Goods	- None -	Yes	09/09/2016	N/A
Intra-Company tax free sale - Customer Location Service	- None -	Yes	09/09/2016	N/A
Intra-Company tax free sale - Physical Performance	- None -	Yes	09/09/2016	N/A
PP - Physical Performance Reverse Charge	Foreign Transaction	Registration Required	09/09/2016	N/A
PRL – Parent Registration Lookup	- None -	Yes	09/09/2016	N/A
Turn Off Authority	- None -	Yes	09/09/2016	N/A

Please contact Customer Support with any questions.

