ONESOURCE Indirect Tax

International Content January Update

Issue Date: 8 January 2026

Update No: 3

ABOUT THIS UPDATE

The January Content Update #3 for ONESOURCE Indirect Tax Determination contains updates to International Content. Details related to these updates are included in the January Content Update #3 Change Report. This Change Report contains all changes to Standard Content included in the 2026.1.3.G/G and 2026.1.3.G/G.2 files. Versions 5.5.0.0 and above are supported by this update.

IMPORTANT NOTE REGARDING CONTENT UPDATE VERSIONS

In Determination 5.7.0.0, Thomson Reuters added tables and columns to the tax content database in support of Compliance and Allocated Charge functionality. Tax content data created for these features is not available in Determination versions 5.7.0.3 and prior. Thomson Reuters has therefore made the decision to produce two versions of tax content. The Content Update version that you download and import into your system depends on your currently installed version of Determination.

- If you are running Determination 5.7.0.3 or prior, you must use Compatibility Version G tax content.
- If you are running Determination 5.8.0.0 or later, you must use Compatibility Version G.2 tax content.
- For more information about accessing and installing the correct content, see **Applying the Content Update** at the end of this letter.

CONTENT UPDATES

Authority Updates

Angola

We implemented a VAT exemption for transactions carried out via payment platforms and mobile instant transfers, effective January 1, 2026.

Belarus

We implemented a 10% VAT rate for quail products, including meat, eggs, by-products, and prepared products, effective January 1, 2026.

Brazil

Follow the changes highlighted below:

Municipal Level

We implemented rule maintenance for multiple ISS and ISS WHT authorities, as detailed below:

a) Canoas (RS): we created a rule for service code 14.14 with a 4% rate in accordance with Ordinary Law 6,880/25.
b) Bento Gonçalves (RS): we created rules for service group 1 with a 2% rate, in accordance with Complementary Law 274/25.
c) Mendes (RJ): we created/updated rules for groups 1, 2.01, 9.03, 12, 13.02, 13.03, 13.04, 13.05, 17.24, 38.01, and 40.0 in accordance with Complementary Law 856/01.

d) Vinhedo (SP): we end-dated rules for service codes 7.10, 14.02, and 14.05 (2%), as these scenarios are covered by the general rule, in accordance with Decree 430/25.
e) Uba (MG): we created and updated ISS/ISS WHT rules with 2%, 3%, and 5% rates for service groups 1, 3, 4, 5, 7, 8, 9, 10, 11, 14, 15, 16, 17, 19, 20, 26, 37, and 40, in accordance with Complementary Law 244/2025. We created and updated ISS/ISS WHT rules with 2%, 3%, and 5% rates for service groups 1, 3, 4, 5, 7, 8, 9, 10, 11, 14, 15, 16, 17, 19, 20, 26, 37, and 40, in accordance with Complementary Law 244/2025.
f) Ribeirao das Neves (MG): we end-dated ISS WHT rules for service codes 11.04 and 17.10 and created a rule for service code 17.12 with a 3% rate, in accordance with Complementary Law 259/25.
g) Guarulhos (SP): we created an ISS rule for service code 19.01, in accordance with Law 8,432/25.

State Level

We created rules for Brazil ICMS, ICMS-RD, and ICMS-ST Authorities in the states of Mato Grosso do Sul and Rio Grande do Sul, respectively, which issued Decrees 16,718/25 and 58,548/25 to comply with ICMS Agreement 142/25. This agreement amended the Commodities List of ICMS Agreement No. 1/99, granting ICMS exemption on transactions involving equipment and supplies intended for healthcare services.

We updated content for the States of Paraíba and Maranhao in accordance with Ruling 44/25, which amended several ICMS Protocols/Agreements, including ICMS Protocol 85/25. This ICMS Protocol added § 2º-A to Clause One of ICMS Protocol 41/08, establishing that the rule does not apply to shipments of goods classified under CEST 01.015.00 when originating from or destined for the State of Sao Paulo.

We updated content in accordance with Sao Paulo Decree 70,293/2025, which extended until December 31, 2026, the reduction of the ICMS tax calculation base provided for in Article 34 of Annex II of the RICMS/SP for perfumes, cosmetics, and personal hygiene items.

Federal Level

We updated a rule that exempts the levy of COFINS (Rule 5000.3), which had been mistakenly end-dated as of December 31, 2025. In accordance with Complementary Law 214/2025, COFINS remains in force through December 31, 2026.

Ireland

We introduced a reduced VAT rate of 9% for restaurant, catering, and hairdressing services, effective July 1, 2026.

Kazakhstan

In accordance with the Tax Code of the Republic of Kazakhstan (No. 214-VIII ZRK), we terminated the exemption rules for certain products, including raw sugar, chemical substances used in the production of pesticides, and products for manufacturing medicines and medical supplies, which are subject to the standard VAT rate as of January 1, 2026.

Madagascar

In accordance with the Finance Law for 2026 (Law No. 2025-015), we terminated VAT exemptions on certain products, including wheat and industrial and other agricultural insecticides, which are subject to the standard VAT rate as of January 1, 2026.

Malawi

We updated the standard VAT rate to 17.5%, effective January 1, 2026, in accordance with the Value Added Tax (Amendment) (No. 2) Act 2025 (Law No. 37 of 2025).

Morocco

We updated and created rules to reflect the changes introduced in the 2026 General Tax Code, including new VAT exemptions for live animals, pharmaceutical products, blood, sports companies, pasta and fertilizers, as well as revised VAT treatments for electricity, electricity meter rental, transport services and refined sugar. These changes are effective January 1, 2026.

Netherlands

We updated the VAT rate for hotel and accommodation services from 9% to 21%, effective January 1, 2026.

Slovenia

We introduced VAT groups for the Slovenia and Slovenia Domestic Reverse Charge authorities, in accordance with the Act on Amendments to the Value Added Tax Act (ZDDV-1O), effective January 1, 2026.

South Korea

We implemented VAT exemption rules on imports of coffee and cocoa beans based on Ordinance No. 1152 amending the Value Added Tax Act, effective January 1, 2026, through December 31, 2027.

Zimbabwe

We updated the standard VAT rate from 15% to 15.5%, effective January 1, 2026, in accordance with the Finance Act 2025 (Act No. 7 of 2025).

Registration Masks

A document describing registration masks is available in ONESOURCE Help and Support and is linked to online help. This document describes and gives examples of all registration masks currently supported in ONESOURCE Determination, and is available by signing in and searching at the following link:

Determination Registration Masks

UPDATES

Global Product Group

ONESOURCE Indirect Tax Determination is excited to announce the creation of a new Global Product Group (GPG). This enhancement will allow customers to use a single commodity code—or a single product mapping—regardless of geography, anywhere in the world.

Beginning with the January 2026 Content Update #1, customers will begin seeing additional content to support the Global Product Group. This initial release includes more than 44,000 new products, with a focus on customer needs in the United States, Canada, and Mexico.

Please note that these products will not be visible in the ONESOURCE Indirect Tax Determination Cloud application until the 2026.1 release, scheduled to go live in the production environment on February 4, 2026. In addition, these GPG products will not be available for use in transactional tax determination requests until standard content for the Global Product Group is released. Taxability for the GPG products is still in process and will be included in future upcoming releases.

Future releases will continue to add content as we expand our global offering. Please watch for additional release notes throughout 2026 and beyond.

FUTURE UPDATES

Zone Updates

In the March 2026 Content Update #1, we will implement zone changes for Greece to reflect current administrative divisions in the country.

Greece

Zones to be removed at the province level:

- Cyclades
- Dodecanese
- Northern Sporades

New zones to be added at the county level:

- Andros
- Euboea
- Karpathos
- Kavala
- Kea-Kythnos
- Kos
- Milos
- Mykonos
- Naxos
- Paros
- Rhodes
- Sporades
- Syros

• Thira
• Tinos

City level zones – parent reassignments:

- Alonissos, Skiathos, Skopelos → Sporades (county level)
- Amorgos, Naxos → Naxos (county level)
- Andros → Andros (county level)
- Antiparos, Paros → Paros (county level)
- Astipalea, Kalimnos, Leros, Patmos → Kalymnos (county level)
- Folegandros, Ios, Santorini, Sikinos → Thira (county level)
- Halki, Kastellorizo, Rhodes, Simi, Tilos → Rhodes (county level)
- Karpathos, Kassos → Karpathos (county level)
- Kos, Nissiros → Kos (county level)
- Kythnos → Kea-Kythnos (county level)
- Milos, Serifos, Sifnos → Milos (county level)
- Mykonos → Mykonos (county level)
- Samothrace → Evros (county level)
- Skiros → Euboea (county level)
- Syros → Syros (county level)
- Thasos → Kavala (county level)
- Tinos → Tinos (county level)

Zone level changes:

- Chios – from province to county level
- Lesbos – from province to county level
- Samos – from province to county level
- Skiros – from province to city level

NOTIFICATIONS

Belgium

We are monitoring the government's proposed VAT measures, including an increase from 12% to 21% for supplies of pesticides and plant protection products, and from 6% to 12% for certain categories of takeaway food. We will implement these changes once the relevant legislation is enacted.

Brazil

- The rules related to the PIS and COFINS segment are updated with an end date of 12/31/2026. The changed content is available in detail in the change report of each Release.
- Decree 49,136/2025 of the Minas Gerais State, published on November 28, 2025, changed the effective date of Decree 49,107/2025 from December 1, 2025, to April 1, 2026. Decree 49,107/2025 revised the methodology for determining the calculation bases applied to ICMS tax substitution on transactions involving medicines and pharmaceutical products.
- As part of this a broader initiative to support the taxation of services in Brazil, has been delivered the new template for the IBS-City, which introduces a customized tax authority model, enabling customers to configure any content (IBS-City) – please see the details in 2026 BR Tax Reform Guide.

Brazil Tax Reform Updates

The Tax Reform in Brazil was approved originally through the Proposal of Amendment to the Constitution (PEC 45/2019), resulting in the Constitutional Amendment 132/2023. The approval of the tax reform represents a monumental change in the Brazilian Indirect Tax System, concluding an internal debate that spanned several decades.

The recent issuance of Complementary Law 214/25 represents other significant advancement in establishing the framework of Brazil's new tax regime. The final text of this law remains almost in total consistent with the original Proposal of Complementary Law 68/24 (PLP). This Complementary Law establishes the foundation for the new taxes, and it also introduces regulations regarding reduced tax rates, specific tax regimes for several sectors, and some methods of tax payment, among other provisions.

The tax changes proposed in EC 132/23 and with Complementary Law aims consolidate five current federal and state taxes (PIS, COFINS, IPI, ICMS and ISS) into the following categories:

a) Social Contribution on Goods and Services (CBS) – Under the jurisdiction of the Federal Government, this consolidates the following taxes: PIS, COFINS, and IPI.

b) Selective Tax (IS) – Under the jurisdiction of the Federal Government, this replaces the IPI and applies exclusively to products that are harmful to health and the environment.
c) Tax on Goods and Services (IBS) – Under the jurisdiction of the States and Municipalities Governments, this consolidates the following taxes: ICMS and ISS.

In ONESOURCE Determination Enterprise Cloud we have already uploaded some elements as described below:

- Authorities of CBS/IBS
- Full Rates CBS/IBS
- Reduced Rates for CBS/IBS
- New Rules to support CBS/IBS product taxability
- Updates in CST codes applicable for CBS/IBS (standard codes)
- NBS Codes
- cClasstrib Codes

We prepared a document ONESOURCE Indirect Tax Determination Brazil Tax Reform FAQ with frequently asked questions about tax reform, which can be viewed at the following link: Brazil Tax Content Documentation.

We prepared a guide with clear instructions on how our ONESOURCE Determination Enterprise is addressing Brazil's Tax Reform starting in 2026, covering the new taxes CBS (federal) and IBS (state/municipal). The document outlines applicable rules, rates/fees, details of new calculation methods, and some examples, which can be viewed at the following link: Brazil Tax Content Documentation.

We are looking ahead to the next transition year (2027), we will share an update soon.

Colombia

We are monitoring the legislative process for proposed tax reforms related to the 2026 Budget, including the elimination of reduced VAT for hybrid vehicles, preferential VAT rates for liquid fuels, and the zero VAT rate for renewable energy equipment, effective January 1, 2026. We will implement these changes once the relevant legislation is enacted.

Denmark

We are monitoring the legislative process for changes proposed in the 2026 Budget, including the abolition of VAT on books (printed, electronic, and audiobooks) effective July 1, 2026. We will implement these changes once the relevant legislation is enacted.

Egypt

The Ministry of Finance announced a 'second tax facilitation package,' expected to include VAT measures supporting investment and the healthcare sector. We are monitoring developments and will implement VAT changes once the relevant legislation is enacted.

Estonia

We will update the standard rate of 24% to reflect the indefinite end date in one of the upcoming content updates.

Kyrgyzstan

We are monitoring the legislative process for the proposed VAT rate reduction for domestic agricultural products effective January 1, 2026, as well as the extension of the zero VAT rate on certain agricultural products until December 31, 2027. We will implement these changes once the relevant legislation is enacted.

Malaysia

The Ministry of Finance announced changes to the Sales and Service Tax (SST) on January 5, 2026. Specifically, the Service Tax rate on rental and leasing services is reduced from 8% to 6%, effective January 1, 2026. We will implement this change in the next content update.

Portugal

We are monitoring the legislative process for the proposed Law No. 47/XVII/1.1, which introduces a temporary VAT reduction on residential construction and rehabilitation. We will implement the changes once the law is enacted.

Sweden

We are monitoring the legislative process for the proposed VAT reduction on food from 12% to 6%, which is scheduled to take effect from April 2026 until December 2027. We will implement the change once the relevant legislation is enacted.

APPLYING THE CONTENT UPDATE

The update process has two steps:

- Downloading the Update
- Installing the Update

Downloading the Update

Go to the Indirect Tax Customer Center (https://customercenter.sabrix.com/sabrixcc/) to download monthly content updates, then follow these steps:

   - Log on to the ONESOURCE Customer Center using the username and password assigned to you by Customer Support.
   - Select the platform on which you will install this tax data. This is the ONESOURCE Indirect Tax Determination version you are running.
   - Select the Currently Installed Version of your content Sabrix INTL Tax Data based on your current version of Determination:

- Determination versions 5.7.0.3 and earlier require (2026.1.2.G/G).
- Determination versions 5.8.0.0 and later require (2026.1.2.G/G.2).

   - Select **Download** and save the file (2026.1.3.G/G) or (2026.1.3.G/G.2) to a directory on the system hosting the ONESOURCE Indirect Tax Determination or to a networked folder that can be accessed by that system.

Installing the Update

To install the content update:

1. Log on to Determination.
2. Navigate to **Menu > System > Import/Export**.
3. Select **Import**, then select **Browse** to locate your file.
4. Select the content file you just downloaded, then select **Open**.
5. Select Import when the pop-up window appears, then select **Next** until the **import** starts.

Content Updates are necessary to keep your Determination up to date with the latest tax rules and rates, and to ensure correct tax calculations. For complete information about downloading and installing updates, refer to the Online Help for ONESOURCE Indirect Tax Determination.

For more assistance, use our online resources or contact Customer Support by opening a support request through the ONESOURCE Customer Center, or call us at +1 312 479 9651 Option 3,9,3.