

# **UAE CORPORATE TAX**



**+971 56 689 17447**

**502 , Mustafawai Carpet Building,  
Sharaf DG MS , Exit 1, Dubai, UAE**

**info@namaccountants.com**

**www.namaccountants.com**



# UAE CORPORATE TAX

Businesses in the UAE gearing up for the corporate tax



## WHAT IS A CORPORATE INCOME TAX ?

The UAE ministry of finance on January 31 2023 announced the much-awaited introduction of the Federal Corporate Tax on business profits effective as of 1st June 2023.

## BY INTRODUCING THE CT, THE UAE AIMS TO:

Accelerate development and drive transformation to achieve its strategic objectives

Foster its position as a leading global hub for business and investment

Cement its commitment to meeting international standards for tax transparency

Prevent harmful tax practices



## CT WILL APPLY TO:



All businesses and individuals conducting business activities under a commercial license in the UAE



Foreign entities and individuals only if they conduct a trade or business in the UAE on an ongoing basis



Businesses engaged in real estate management, construction, development, agency and brokerage activities



Free zone businesses (The UAE CT regime will continue to acknowledge the CT incentives being offered to Free zone businesses that comply with regulatory requirements)



Banking operations

# PROPOSED RATES

THREE DIFFERENT RATES OF CORPORATE INCOME TAX ARE PROPOSED TO APPLY, AS FOLLOWS:

**0%** RATE ON TAXABLE INCOME UP TO AED 375,000 (C. US\$ 102,000)

**9%** RATE ON TAXABLE INCOME ABOVE AED 375,000

A different rate (which has not been announced yet) for large multinationals that generate consolidated global revenues above EUR 750m (c. AED 3.15 bn) in line with the Pillar Two of the OECD Base Erosion and Profit Shifting (BEPS) project.

## INCOME EXEMPTED FROM CIT

The MOF has announced that the following types of income will be exempted from the CIT regime:



Qualifying intra-group transactions and reorganizations subject to the UAE CIT law



Foreign entities and individuals who do not conduct a business in the UAE on an ongoing basis



Dividends and capital gained by a UAE business from its qualifying shareholdings



Foreign investors' income from dividends, capital gains, interest, royalties and other investment returns.



Income derived from the extraction of natural resources

## OTHER IMPORTANT DETAILS



### FOREIGN TAX CREDITS

Foreign Tax credits - Foreign CIT paid on UAE taxable income will be allowed to be credited against UAE payable CIT.

### LOSSES

It will allow businesses to use losses incurred (as from the entry into force of the CIT regime) to reduce taxable income for subsequent financial periods.



### TAX GROUPS

UAE group of companies will be able to elect to form a tax group and be treated as a single entity for taxation purposes, subject to certain conditions to be specified in the UAE CIT law.

### TRANSFER PRICING

UAE businesses will also have to comply with transfer pricing rules and documentation requirements based on the OECD transfer pricing guidelines.



# NAVIGATE CORPORATE TAX REQUIREMENTS FOR YOUR BUSINESS WITH EASE

Our qualified accountants are here to assist you with all of your accounting and taxation needs so you can focus on running your business. The team will evaluate your tax situation and guide you through registration and filing, ensuring timely submissions.

## CORPORATE TAX REGISTRATION AND FILING SERVICES

With the introduction of Corporate Tax in the UAE, our tax experts can guide you on how it applies to your business, maximise tax exemptions and reliefs, and ensure that you meet the requirements on time to avoid penalties.

It is important to note that every business must be registered for corporate tax by the end of the year.



### CORPORATE TAX CONSULTATION

Our experts will provide guidance on all corporate tax factors that could affect your business, including the potential tax exemptions that your business may qualify for.



### CORPORATE TAX REGISTRATION

Our experts will aid in registering your business for corporate tax with the Federal Tax Authority.



### CORPORATE TAX FILING

Our experts will evaluate your corporate tax standing, ensure the optimal tax outcome for your business, and submit all required paperwork to the Federal Tax Authority during the year.

# CORPORATE TAX SERVICES



Corporate tax readiness consultation	Corporate Tax Registration	
AED 750	AED 999	
Corporate tax readiness consultation and registration	Corporate tax filing	
AED 1,000	AED 2,500 <small>Companies reporting turnover</small>	AED 1,500 <small>Companies with zero turnover</small>

## DISCOUNTED CORPORATE TAX BUNDLES

Our corporate tax bundles are designed to simplify taxation and meet your tax obligations at the best possible price. Our services ensure compliance with the law and support in minimising tax liabilities.

BUNDLE 1		BUNDLE 2
Corporate tax consultation, registration and filing		Corporate tax consultation, registration, filing & bookkeeping services*
AED 3,000 <small>Companies reporting turnover</small>	AED 2,000 <small>Companies with zero turnover</small>	AED 9,949

*\*Price includes bookkeeping for up to 10 transactions. Additional costs apply for higher transaction volumes*

## RESIDENCY CERTIFICATES

Get expert support from our team to obtain an individual or corporate tax residency certificate issued by the Federal Tax Authority.

Individual Tax Residency	Corporate Tax Residency
AED 1,000	AED 1,500

*Note: The above individual and corporate tax residency rates do not include government fees*

**Nam Accountants offers accounting, auditing, Corporate Tax, Will, VAT consultancy, and business setup services in Dubai, UAE with a focus on quality, confidentiality, timely delivery, and building lasting relationships.**

**Mission:** Empowering businesses in Dubai with top-notch financial and advisory services, ensuring compliance, transparency, and growth.

**Vision:** To be a leading financial services provider, fostering lasting partnerships and positively impacting the region's business ecosystem through innovation and excellence.



**Mukesh Chetwani, CA**  
The Institute of Chartered Accountants of India

Mukesh Chetwani, a Chartered Accountant since 1991, is the founder of a NAM Accountants. With over 25 years of experience, he has served 200+ prestigious clients across various sectors, including international companies like Al Maya La, Gulf Jyoti International LLC, M/S leather crafts in Michigan USA, etc. As CFO and a member of the operating committee, Mukesh has managed \$30 million in assets.

**Our Clients**



**We Work with**



**Our Channel Partner**



**NAM Insight**

**+15**  
Years in Business

**+6**  
National Diversity

**+30**  
Team Member

**+3800**  
Happy Customers

## Our Core Services



### Accounting & Book Keeping

Our company offers comprehensive accounting solutions and bookkeeping services.



### Internal Audit & Compliance

Our audit and compliance services to businesses, helping them gain transparency and credibility, which can contribute to their success.



### Vat & Taxation

We offer assistance with VAT consultation, filing, and taxation to ensure that you stay on top of your financial obligations.



### Company Formation

Our expertise lies in establishing companies by obtaining necessary license and permit within the UAE.



### Business & Finance Consultation

Our company specializes in providing expert guidance and strategic solutions for business and finance consultation.



### Will Advisory & Pro Services

Our company offers Will Advisory Services to provide personalized solutions and Pro Services that handle complexities, allowing you to focus on growing your business seamlessly.



### Golden Visa

The company offers support in all aspects of obtaining a Golden visa, from preparation to submission, legal and financial requirements, and ensuring success. They aim to streamline the process and help clients achieve their goals.



### Bank Account Opening

We offers expert assistance corporate bank account opening to help clients navigate the legal and financial requirements for setting up a business or obtaining residency in the UAE.



Your Business Advisor  
& Accounting Partner



Interested to  
work with us?



+971 50 968 3237



502 , Mustafawai Carpet Building,  
Sharaf DG MS , Exit 1, Dubai, UAE



info@namaccountants.com



www.namaccountants.com