

Kingdom of Cambodia
Nation – Religion – King

Ministry of Economy and Finance

No. 1818

Prakas on

**The Extension of suspension of Pre-payment of Profit Tax for Enterprises in the
Garment and Footwear Industries**

Preamble

Minister of Economy and Finance decided

Article 1: The temporary suspension of the prepayment of profit tax for enterprises in the garment and footwear industries in accordance with Prakas number 988 dated November 23rd 2011 from the Ministry of Economy and Finance is to be extended for another two years till the end of 2017 but enterprises must increase their legal compliance as taxpayers as following.

1. Enterprises must maintain bookkeeping, duly file tax return on profit tax and fulfill other tax obligations.
2. Enterprises must submit yearly independent tax auditing report to the tax administration.

In case enterprises do not comply with above two conditions, the General Department of Taxation has the right to revoke this temporary suspension and the enterprises shall be punished according to laws.

Enterprises that are supporting industry serving export of garment, textile, and footwear, production of bag and hats or caps which are subjected to zero rate value added tax in accordance with Prakas number 311 dated March 19th 2014 from the Ministry of Economy and Finance shall be liable to other taxes according to laws.

Article 2: Chief of Cabinet, Secretary General, Delegate of the Royal Government / Director General of the General Department of Taxation, all directors of departments, and all units under the Ministry of Economy and Finance must implement this Prakas effectively from the date of signature.

Phnom Penh, December 25th 2015

Dr. Aun Porn Monyrath