

REFORM FOR COLLECTION OF 1.5% OF THE INCOME TAX LAW IS APPROVED

The National Congress approved on March 21st, 2018, with the dispensation of a second debate, the reforms of the decree of 1.5% of the Income Tax Law. The National Congress expects that the reform becomes an anti-evasion measure and not being considered as a tax per se, because taxpayers who are up to date in the payment of their obligations can be exempted. This reform is intended to benefit the tax burden of the private sector.

According to the new decree, the tax maximum goes up and now companies that have incomes of up to L300 million are no longer subject to 1.5% or 0.75%. It is expected that by 2019 companies with revenues between L.300 and L.600 million lempiras will only have to pay 0.75% and 0.5% depending on the sector; and companies with incomes above L.600 million lempiras, will only pay 1%.

It is also expected to have a positive impact on companies, especially in medium and small companies, generating 65 thousand new jobs.

For more information, do not hesitate to contact us.



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