



EXTENSION OF TAX INCENTIVES IN THE COVID-19 PANDEMIC PERIOD

Tax stimuli to assist Taxpayers in facing the effects of the COVID-19 pandemic have been provided for more business sectors with simpler procedures.

ARTICLE 21 INCOME TAX BORNE BY THE GOVERNMENT

- Certain sectors (1,189 Business Field Classifications (KLU)), Ease of Import for Export (KITE) & Bonded Area (KB) Taxpayers
- Incentives up until December 2020
- Notification of head offices & branches (KITE & KB Taxpayers)
- Notifications are only delivered to the head offices & are valid for all branches (Taxpayers in certain sectors/KLU)

EXEMPTION ON ARTICLE 22 INCOME TAX ON IMPORTS

- Certain sectors (721 Business Field Classifications (KLU))
- Ease of Import for Export (KITE) & Bonded Area (KB) Taxpayers
- Incentives up until December 2020
- Reporting:
April-June: by July 20, 2020, at the latest
July-Dec: by the 20th, at the latest, of every month that follows

30% REDUCTION ON INCOME TAX ARTICLE 25 INSTALLMENTS

- Certain sectors (1,013 Business Field Classifications (KLU))
- Ease of Import for Export (KITE) & Bonded Area (KB) Taxpayers
- Incentives up until December 2020
- Reporting:
April-June: by July 20, 2020, at the latest
July-Dec: by the 20th, at the latest, of every month that follows

FINAL INCOME TAX of SMEs BORNE BY THE GOVERNMENT

- Government Regulation No. 23 of 2018 Taxpayers
- Taxpayers do not need to submit a Statement Letter, only a Realization Report is needed
- Monthly Realization Report, by the 20th of every month that follows
- Incentives up until December 2020

VAT ADVANCE RETURN*

- Certain sectors (716 Business Field Classifications (KLU))
- Ease of Import for Export (KITE) & Bonded Area (KB) Taxpayers
- Incentives up until December 2020

* For low-risk Taxable Entrepreneurs, which are taxpayers who submit periodic VAT Returns on restitution overpayment, at a maximum of 5 billion rupiah.

