

Concessionary Scheme for Small and Medium Enterprise

Following amendments brought to the MRA Act by Finance Act 2019, a concessionary scheme, the Voluntary Disclosure Scheme for Small and Medium Enterprise (VD-SME) has been introduced to allow small and medium enterprises to regularise their tax affairs.

A small and medium enterprise (SME) is defined for the purpose of the scheme as a person whose turnover for the year of assessment 2017-2018 did not exceed 50 million rupees and who is not an accountant/accounting firm, architect, attorney/solicitor, barrister, engineer, land surveyor, legal consultant, medical service provider, project manager in the construction industry, property valuer, quantity surveyor, and tax adviser or his representative.

Under the VD-SME, an eligible SME who makes a voluntary disclosure of:

- a. undeclared or under-declared income in respect of year of assessment 2017-2018 and any preceding years of assessment; or
- b. undeclared or under-declared taxable supplies for taxable period ended 30 June 2018 and any preceding taxable periods,

will benefit from a full waiver of penalty and interest.

The scheme has been **extended to 31 January 2020** to enable eligible SMEs who have not filed their disclosure by 29 November 2019 to avail themselves of the benefits under the above scheme.

For further details, please visit our website: www.mra.mu

