
STATEMENT OF PRACTICE (SP 14/16)

Statement for purchases of goods and services (Section 123B of the Income Tax Act)

The Finance (Miscellaneous Provisions) Act 2015 has brought changes to the Income Tax Act by introducing Section 123B whereby companies having an annual turnover exceeding Rs 100 million are required to submit to MRA a statement in respect of purchase of goods and services. Where, in a year, a company is required to submit the statement, it shall continue to submit it in respect of every succeeding year, unless otherwise authorized in writing by the Director General.

2. The Statement for purchases of goods and services should be submitted **electronically** on or before **31 August** of every year and shall be in respect of the preceding income year 01 July to 30 June. The records to be included in the return shall be the details of the invoices in respect of which payments in excess of Rs 100,000 have been effected per supplier during an income year 01 July to 30 June. Where more than one payment is effected in respect of the **same** invoice during the year, the payments should be aggregated together.
3. The Statement should include purchases of goods and services from local suppliers only and exclude imports. The details to be given in the statement are:
 - a. date of invoice;
 - b. invoice number;
 - c. name of supplier;
 - d. Business Registration Number (BRN) of the supplier or NIC number ;
 - e. brief description of goods/services;
 - f. invoiced amount exclusive of VAT;
 - g. invoiced amount of VAT, if any; and
 - h. amount paid.
4. The facilities to submit the Statement for purchases of goods and services electronically are available on the MRA website www.mra.mu and the system made available by the Mauritius Network Services Ltd (MNS). A user name and password are required to access the systems.
5. Where a company fails to submit the statement electronically within the prescribed time, it shall be liable to a penalty of 5,000 rupees per month or part of the month, up to a maximum of 20,000 rupees.
6. Failure to submit the Statement for purchases of goods and services constitutes an offence and the company shall, on conviction, be liable to a fine not exceeding 50,000 rupees.