

GARRIGUES

TAX CHINA

DECEMBER 2016



NAME	DATE OF EFFECTIVENESS	GARRIGUES INSIGHT
<p>关于新增中国服务外包示范城市适用技术先进型服务企业所得税政策的通知/ Circular on Extending the Preferential Corporate Income Tax Policy for Technologically Advanced Service Enterprises in Additional Demonstration Cities of Outsourced Service in China ("Circular")</p>	01/01/2016	<p>The issues of extending the preferential corporate income tax policy for technologically advanced service enterprises in ten newly added demonstration cities of outsourced service in China are hereby notified as follows:</p> <p>I. Ten newly-added demonstration cities of outsourced service in China such as Shenyang, Changchun, Nantong, Zhenjiang, Fuzhou (including Pingtan comprehensive experimentation area), Nanning, Urumqi, Qingdao, Ningbo and Zhengzhou, are subject to the preferential corporate income tax policy for technologically advanced service enterprises.</p> <p>II. This Circular shall be implemented from January 1, 2016 to December 31, 2018.</p>
<p>关于纳税人转让不动产缴纳增值税差额扣除有关问题的公告/ Announcement on Relevant Issues concerning the Value-added Tax (VAT) Levied on the Transfer of Immoveable property by Taxpayers Who Adopts the Difference Deduction Method ("Announcement")</p>	24/11/2016	<p>I. Where a taxpayer transfers immoveable property and pays VAT by adopting the difference deduction method, the taxpayer can provide the tax payment certificate to demonstrate the taxable amount of deed tax for the deduction purpose, if he/she fails to provide the invoice obtained at the time of acquisition, e.g. invoice is lost or due to other reasons,.</p> <p>II. Where a taxpayer adopts the difference deduction method based on the tax base of deed tax, the taxpayer shall calculate the VAT payable pursuant to the formula as stipulated in the Announcement.</p> <p>For deed tax paid on or before April 30, 2016, the VAT payable = [the total transaction price (VAT included) – taxable amount for deed tax (Business Tax included)] ÷ (1+5%) × 5%.</p> <p>For deed tax paid on May 1, 2016 or thereafter, the VAT payable = [the total transaction price (VAT included) ÷ (1+5%) – taxable amount for deed tax (VAT excluded)] × 5%.</p>

NAME	DATE OF EFFECTIVENESS	GARRIGUES INSIGHT
<p>关于按照纳税信用等级对增值税发票使用实行分类管理有关事项的公告/ Announcement on Relevant Issues concerning the Classification Management for the Use of VAT Invoices Based on Tax Credit Grades ("Announcement")</p>	01/12/2016	<p>The Announcement stipulates that the number of VAT invoices that Grade A or Grade B taxpayers could claim on a single occasion shall not exceed the number of invoices for three months' and two months' uses respectively. Where the two types of taxpayers need to adjust the necessary number of VAT invoices due to a change in business, the adjustment shall be immediately processed according to provisions after all required formalities have been completed.</p> <p>Furthermore, the Announcement expressly states that the scope of general VAT taxpayers being eligible for the cancellation of VAT invoice verification will be expanded from Grade A and Grade B taxpayers to Grade C taxpayers.</p>
<p>关于减征1.6升及以下排量乘用车车辆购置税的通知/ Circular on Reducing the Vehicle Purchase Tax on Passenger Cars with Emission of 1.6 Liters and below ("Circular")</p>	13/12/2016	<p>The Circular specifies that the vehicle purchase tax on passenger cars with emission of 1.6 liters and below will be levied at a reduced rate of 7.5% from January 1, 2017 to December 31, 2017. The vehicle purchase tax for the said passenger cars will be resumed at the statutory rate of 10% on January 1, 2018 and thereafter.</p> <p>The Circular provides that the purchase date of a passenger car shall be determined based on the issuance date of an effective voucher such as the Sales Invoice for Motor Vehicle or Payment Certificate of Customs Duty.</p>
<p>关于启用增值税普通发票 (卷票) 有关事项的公告/ Announcement on Relevant Issues concerning Initiating the Use of General Value-added Tax Invoices (Roll-printed Invoices) ("Announcement")</p>	01/01/2017	<p>General VAT invoices (roll-printed invoices) shall be put into use on January 1, 2017 and thereafter so as to satisfy taxpayers' needs. The Announcement sets forth the size, pages, and anti-fraud measures; code and invoice number, as well as the contents of general VAT invoices (roll-printed invoices) etc.</p> <p>Besides, the Announcement clearly states that taxpayers may select to use such roll-printed general VAT invoices on a voluntary basis and such roll-printed invoices will be promoted particularly among taxpayers engaging in the consumer service industry.</p>



3205 West Gate Mall - 38 Nanjing Xi Lu
200041 Shanghai (China)
T +86 21 5228 1122
F +86 21 6272 6125
shanghai@garrigues.com

China World Trade Center 1 Jian Guo Men Wai
Avenue (Tower 1 – Office 1815)
Beijing 100004 (China)
T +86 10 85720000
F +86 10 85720020
beijing@garrigues.com

www.garrigues.cn