

**Kingdom of Cambodia
Nation Religion King**

**Ministry of Economy and Finance
No.: 1130 MoEF.BrK**

**Prakas
On
Suspension of Advance Income Tax of Enterprises in the Textile and Garment Industry**

**Senior Minister
Minister of Economy and Finance**

- Having seen the Constitution of the Kingdom of Cambodia
- Having seen Royal Decree NS/RKT/0913/903 dated 24 September 2013 on Appointment of Royal Government of the Kingdom of Cambodia
- Having seen Royal Decree NS/RKT/1213/1393 dated 21 December 2013 on Adjustment to the Composition of the Royal Government of the Kingdom of Cambodia
- Having seen Royal Decree NS/RKT/0416/368 dated 04 April 2016 on Adjustment to the Composition of the Royal Government of the Kingdom of Cambodia
- Having seen Royal Code 02/NS/94 dated 20 July 1994 promulgating the Law on Organization and Functioning of the Council of Ministers
- Having seen Royal Code NS/RKM/0196/18 dated 24 January 1996 promulgating the Law on Establishment of Ministry of Economy and Finance
- Having seen Royal Code NS/RKM/0508/016 dated 13 May 2008 promulgating the Law on Public Financial System
- Having seen Royal Code NS03/0297/RKM/ dated 24 February 1997 promulgating the Law on Taxation
- Having seen Royal Code NS019 dated 14 December 2016/1216/RKM/ promulgating the Law on Finance for Control 2017
- According to the necessity of the Ministry of Economy and Finance

Decide

Article 1

The purpose of this Prakas is to promote and support enterprises in the textile and garment industry to be sustainable and to protect workers as well as citizens who benefit from this sector.

Article 2

The objective of this Prakas is to suspend the advance income tax of enterprises in the textile and garment industry that qualify as Qualified Investment Project (QIP).

Article 3

This Prakas applies to enterprises in the textile and garment industry that qualify as Qualified Investment Project (QIP) whose income tax exemption period expires including textile enterprises and enterprises producing garment, footwear, bag and handbag and hat for export.

Article 4

The enterprises in the textile and garment industry as stipulated in Article 3 of this Prakas shall be given the preference for temporary suspension of monthly advance income tax until the end of 2022.

Article 5

The suspension of the monthly advance income tax as stipulated in Article 4 of this Prakas shall be linked to the tax compliance in accordance with the law and regulations on taxation as follows:

- 1- Have a proper accounting registration in accordance with the provisions of the Law on Taxation and the provisions of the Law on Accounting.
- 2- Declare other taxes as required and
- 3- Provide an annual independent audit report to the Tax Administration

In the event that the enterprise fails to comply with the above 3 conditions, the suspension of the monthly advance income tax as stipulated in Article 4 of this Prakas may be revoked and the enterprise shall be punished in accordance with the law.

Article 6

Any provision contrary to this Prakas shall be abrogated.

Article 7

Chief of Cabinet, Secretary General, Delegate of the Royal Government in charge as Director General of the General Department of Taxation, Director Generals of all General Departments, General Inspector of General Inspectorate and directors of all institutions under the supervision of the Ministry of Economy and Finance shall implement this Prakas effectively from the date of signature.

Phnom Penh, 27 October 2017

Senior Minister
Minister of Economy and Finance
(Signed and stamped)
Dr. Aun Pornmoniroth

Recipient:

- Office of the Council of Ministers
- Secretary General of the Royal Government
- Cabinet of Samdech Akka Moha Sena Padei Techo Prime Minister
- Cabinet of Samdech, Excellency, Lok Chumteav Deputy Prime Minister
- All municipal and provincial halls
- As in Article 7 “for implementation”
- Royal gazette
- Archives