



TAX Newsletter

TAX Newsletter of January

forv/s
mazars

INTRODUTORY NOTE

The purpose of this Tax Newsletter is to draw attention to the relevant aspects of tax /parafiscal obligations of a periodic nature, as well as to highlight those in spite of not being of this nature should be complied during or from this month.

In particular, this month we highlight the changes brought about in the regulation of the rules and procedures for carrying out foreign exchange transactions by NOTICE 3/GBM/2024.

However, it should be noted that this publication is not exhaustive and does not waive the consultation of the applicable legislation and is intended exclusively to be distributed to Mazars customers and partners.

Good reading!

(Joel Almeida)

JANUARY TAX CALENDAR

Deadline	Obligation
Until 5th	Presentation of the information on the production and sales of minerals - no. 7, art. 4 of the Law of Decree no. 28/2015 of 28th December.
Until 10th	Delivery, in the Directorate of Tax Areas, of the revenues collected by the Public Services in the previous month.
	Payment of contributions to the National Institute of Social Security (INSS) of the previous month- no. 3, art. 14 of Decree no. 51/2017 of 8th October.
	Settlement of the production tax (Mining Production Tax) – paragraph 1, article 7 of the Law of Decree No. 28/2015 of 28th December.
	Settlement of the tax on Petroleum Production – paragraph 1, Article 9 of Decree no. 32/2015 of 31st December.
Until 15th	Delivery of VAT returns (normal regime) with Recoverable Tax - line a), paragraph 1, art. 32 of CIVA-Law no. 13/2016, of 30th December.
Until 20th	Payment of PIT (IRPS) and CIT (IRPC) withheld at source in the previous month- paragraph 3 of article 25 of PIT Code Regulation, approved by Decree no. 8/2008, amended and republished by Decree no. 51/2018, of 31 August, of 16th April and paragraph 5 of article 67 Of the CIT code, approved by Law no. 34/2007, of 31st December.
	Delivery to the holders of income, of supporting documents (declaration) of the sums due in the preceding year, including income in species and their PIT (IRPS) withheld at source, to be processed by the entities responsible for any income that is obliged to Carry out retention at source – Line b), paragraph 1 of art. 40 of the RCIRPS, approved by decree 8/2008 of 16 April, amended and republished by Decree no. 51/2018, of 31 August.
	Payment of the stamp tax settled in respect of the preceding month-Art. 17 of Decree 6/2004 of 1 April
	Payment of the Petroleum Production Tax for the previous month, paragraph 2 of article 11 of the Regulation Specific Regime of Petroleum Taxation, approved by decree 32/2015 of December 31.
	Payment of Mining Tax for the previous month, paragraph 2 of article 9 of the Regulation of the Specific Regime of Mining Activity, approved by Decree 28/2015 of 28 December.
Until the last day of the month	Payment of VAT in respect of the previous month by the taxable persons of the normal regime - line b), paragraph. 1, article 32 of the VAT Code, and the previous quarter for those in the simplified tax regime - article 49 of the VAT Code, approved by Law no. 13/2016, of 30th December.
	Payment of VAT in respect of the previous quarter by taxable persons of the simplified taxation regime - article 49 of the CIVA, approved by Law no. 13/2016, of 30th December;
	Payment of the ISPC for the previous quarter, paragraph 1, article 15 of the ISPC Regulation, approved by Decree No. 14/2009, of 14 April.
During the month and until the end of the month of March	Payment of vehicle tax- paragraph 1, article 8 of the ISV regulation approved by Decree No. 19/02 of 23 July.
	Delivery of the Declaration of communication of withholding tax- paragraph 1, line c), of article 40 of the CIRPS regulation approved by Decree No. 8/2008 of 16 April – M 20H.
	Delivery by the debtors of the annual income Declaration on income subject to withholding tax at withholding rates whose holders benefit from exemption or reduction of rate - Art. ° 45 of Decree No. 8/2008 of 16 April.

<p>During the month and until 30 April</p>	<p>Delivery of the annual income tax return for the previous financial year by PIT taxpayers who have earned income beyond the 1st Category – no. 1, Article 10 of the PIT Code Regulation approved by Decree no. 8/2008, of 16 April, amended and republished by Decree no. 51/2018, of 31 August - Model 10 and Annexes.</p>
<p>During the month and until the last working day of May</p>	<p>Delivery of the annual tax return for the previous financial year by CIT taxpayers - no. 1, art. 39 of the CIT Code Regulation approved by Decree no. 9/2008, of April 16 - Model 22 / 22A.</p> <p>Final payment of CIT and PIT (excluding individuals who have only received income from the 1st category) relating to income from the previous year - Alinea b) n° 1 art.27 of the CIT Code Regulation approved by Decree no. 9/2008, of 16 April and al. b), art.24 of the PIT Code Regulation approved by Decree no. 8/2009, of 16 April</p>
<p>During the month until the last working day of June</p>	<p>Delivery of the Annual Return of Accounting and Tax Information for the previous financial year by PIT taxpayers - 2nd category and CIT taxpayers - M 20 and Annexes - no. 3 art. 40 of the CIT Code Regulation, approved by Decree 9/2008 of 16 April and art. 35 of the PIT Code Regulation, approved by Decree no. 8/2009 of 16 April.</p>

Amendment to the general procedures for carrying out foreign exchange transactions according to the Notice 3/GBM/2024

The Bank of Mozambique has regularly updated the rules governing foreign exchange operations in the country, reflecting the evolving economic and financial dynamics. Notice no. 3/GBM/2024, published on 20 March 2024, replaces Notice no. 20/GBM/2017, bringing significant changes.

1. Scope

- **Notice no. 20/GBM/2017:** Applied to all resident and non-resident entities involved in foreign exchange transactions, including concessionaires and companies in the oil and gas sector.
- **Notice no. 3/GBM/2024:** Maintains the previous scope and explicitly includes forms of representation for legal persons and regulatory and supervisory bodies.

2. Declaration of Assets Abroad

- **Notice no. 20/GBM/2017:** Did not clearly specify the obligation to declare assets abroad by foreign exchange residents.
- **Notice no. 3/GBM/2024:** Establishes the obligation for residents to declare assets abroad, such as real estate and amounts above USD 250,000, within 30 days of acquisition or holding, with annual updating by 31 March.

3. Repatriation of Revenue

- **Notice no. 20/GBM/2017:** Determined the repatriation of export earnings, but allowed the maintenance of part of the amounts in foreign accounts, under certain conditions pensions
- **Notice no. 3/GBM/2024:** Reinforces the obligation to repatriate income from the export of goods and services, without mentioning permissions to keep valuables abroad.

4. Foreign Exchange Trading

- **Notice no. 20/GBM/2017:** Authorized the opening of foreign currency accounts for residents with a proven relationship abroad.
- **Notice no. 3/GBM/2024:** Establishes technological, risk management and segregation of duties requirements for

entities authorised to trade foreign exchange, as well as limiting the sale of foreign currency for travel to USD 10,000 per person.

5. Foreign Direct Investment (FDI)

- **Notice no. 20/GBM/2017:** It considered FDI to be automatically authorised, requiring only registration with the intermediary bank.
- **Notice 3/GBM/2024:** Maintains the need for registration but introduces more detailed procedures for classifying and reporting these operations.

6. Investments by Residents Abroad

- **Notice no. 20/GBM/2017:** Authorized investments by residents abroad of up to USD 250,000 per year, provided that tax obligations were met, and the use of own funds was proven.
- **Notice 3/GBM/2024:** Revises the limits and procedures for such investments, requiring greater compliance with foreign exchange and tax regulations.

7. Guarantees

- **Notice no. 20/GBM/2017:** Liberalized all guarantees related to current transactions, regardless of maturity.
- **Notice no. 3/GBM/2024:** Establishes new guidelines for issuing and registering guarantees, bringing them into line with international practices and reinforcing exchange control.

Notice no. 3/GBM/2024 introduces significant changes to Mozambican foreign exchange rules, aimed at greater rigor and transparency in international financial operations. It is essential that companies and individuals update themselves on these changes to ensure compliance and avoid penalties.

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