## PERSONAL INCOME TAX

## Taxpayers *(Article 364 of the Tax Code of Uzbekistan)*

The following persons shall be defined as payers of personal income tax:

1) Individuals – residents of the Republic of Uzbekistan;

2) Individuals – non-residents of the Republic of Uzbekistan, receiving income from sources in the Republic of Uzbekistan.

## Subject of taxation *(Article 365 of the Tax Code of Uzbekistan)*

The subject of personal income tax shall be defined as the aggregate income of the taxpayer.

## Tax base *(Article 366 of the Tax Code of Uzbekistan)*

The following shall be defined as the tax base:

1) For individuals – residents of the Republic of Uzbekistan – aggregate income, taking into account the application of tax exemptions;

2) For individuals – non-residents of the Republic of Uzbekistan – aggregate income without applying the tax exemptions.

The following shall be included in the aggregate income:

1) Income in the form of remuneration of labour;

2) Property income;

3) Income in the form of material benefits;

4) Other income.

## Tax exemptions *(Article 378* *of the Tax Code of Uzbekistan)*

Income of the following persons shall not be taxable:

1) Heads and staff members of diplomatic missions, officials of consular institutions of foreign states, their family members living together if they are not citizens of the Republic of Uzbekistan – all income except for the one received from sources in the Republic of Uzbekistan not relating to diplomatic and consular service;

2) Administrative and technical staff members of diplomatic missions and consular institutions of foreign states and their family members living together if they are not citizens or residents of the Republic of Uzbekistan – all income except for the one received from sources in the Republic of Uzbekistan not relating to diplomatic and consular service;

3) Servicing personnel of diplomatic missions and consular institutions of foreign states if they are not citizens or residents of the Republic of Uzbekistan – all income received by them from their service;

4) Household workers of employees of diplomatic missions and consular institutions of foreign states if they are not citizens or permanent residents of the Republic of Uzbekistan – all income received by them from their service;

5) Officials of international non-governmental organizations – income received by them in these organizations if they are not citizens of the Republic of Uzbekistan.

## Tax rates *(Article 382* *of the Tax Code of Uzbekistan)*

Personal income of a resident of Uzbekistan shall be subject to taxation at the tax rate of 12 percent.

Income in the form of dividends and interest shall be taxed at the tax rate of 5 percent.

Personal income of a non-resident of the Republic of Uzbekistan, received from sources in the Republic of Uzbekistan, shall be taxed at the following tax rates:

|  |  |  |
| --- | --- | --- |
| **No.** | **Subject of taxation**  | **Tax rates, as a percentage** |
| 1. | Dividends and interest  | 10 |
| 2. | Income from international transportation freight service (freight revenue), defined in line with this Code | 6 |
| 3. | Income received under labour agreements (contracts) and civil law contracts, other income not indicated in paragraphs 1 and 3 of this Article | 20 |

**Tax period** shall be a calendar year.

**Reporting period** for tax agents shall be a calendar month.

## Procedure for submission of tax reporting and payment of tax

Tax reporting shall be submitted to the state tax authorities at the place of tax registration monthly no later than 15th day of the month following the reporting period; and on results of a year – within the period of submission of annual financial statements.

The calculated amount of withholding tax shall be paid by the tax agent together with the payment of income to the taxpayer, but no later than the deadline for the submission of tax reporting.