## **Dear Customer**

On behalf of the General Authority of Zakat and Tax, we would like to inform you of the launch of a communication program that will promote the value added tax in the Kingdom of Saudi Arabia as of January 1st, 2018. And as such we are committed to the regulations of the Value Added Tax program and as are our business partners who will start enrolling in the system.

We would like to also inform you that registering to the Value Added Tax program is one of the easiest online registrations, and that it is available for all eligible entities, whereas 55 entities have already enrolled.

- If your entity is expecting to raise more than SAR 1,000,000 in revenues from the sale of goods and services then you are required to legally register your entity in the Value Added Tax by December 20<sup>th</sup>, 2017.
- If your entity is expecting to raise more than SAR 375,000 in revenues from the sale of goods and services then you are required to legally register your entity in the Value Added Tax by December 20<sup>th</sup>, 2018.
- If your entity is expecting to raise more than SAR 187,500 in revenues from the sale of goods and services then you are required to legally register your entity in the Value Added Tax at any convenient time.

You can learn more about applications and the registration process on the below link: https://vat.gov.sa/en/vat-e-services/vat-registration

Early registration is an essential part of the fully enroll your entity in the Value Added Tax, whereas entities that are eligible to enroll and did not do so will be penalized as per the regulations of the Value Added Tax program.

- Click here or use the below link to assess the eligibility of your entity https://vat.gov.sa/en/e-services/vat-readiness-tool
- Click here or use the below link to receive information about declarations https://vat.gov.sa/en/e-services/vat-returns
- Click here or use the below link for FAQ https://vat.gov.sa/en/introduction-to-vat-teh/faq/technical-faqs

After January 1st, 2018, we will be collaborating with the General Authority of Zakat and Tax to apply the Value Added Tax by sending our customers' invoices to the General Authority of Zakat and Tax through Tax Declarations.

If you have any inquiries about the processes of the Value Added Tax for your entity, you can benefit from the services provided by of the General Authority of Zakat and Tax and which includes:

- Visiting the website of the General Authority of Zakat and Tax: www.VAT.GOV.SA
- Contacting the General Authority of Zakat and Tax by email: VAT@gazt.gov.sa
- Contacting the hotline of the General Authority of Zakat and Tax (19993) during working hours (7 am11-pm) from Sunday till Thursday
- Attending the events of the General Authority of Zakat and Tax, you can find out more about the events calendar here: https://vat.gov.sa/en/events

Best Regards

