



In A Glance

What's Hot

- Tax audit procedure
- The procedure of initial evidence audit in taxation crime
- The procedure to submit the tax objection

What's New

- 400.000 companies misused the tax invoice.
- Ministry of Finance considering the VAT becomes Sales Tax.
- The DGT will revise the provision of transfer pricing.
- The Minister of Small and Medium Enterprise (SME) rejects the taxation on SME business.

TAX ALERT

Edition of January 2013

In this edition, SSA Tax Alert focused on updated tax regulation such as tax audit procedure, initial evidence audit, and tax objection. Also the latest tax news such as transfer pricing, tax invoice etc.

What's Hot

Tax audit procedure - 17/PMK.03/2013

Minister of Finance has released the new provision regarding the tax audit procedure which will take effect on February 1, 2013 and revoked the Minister of Finance number 82/PMK.03/2011 and 199/PMK.03/2007. The regulation is re-regulating the purpose of tax audit, audit scope, audit standard, tax auditor obligation and authority, tax payer right and obligation, tax audit period, tax audit settlement, documents borrowing, the sealing, audit rejection, third party information, closing conference.

The procedure of initial evidence audit in taxation crime - 18/PMK.03/2013

Previously the initial evidence audit is conducted by submitting the initial evidence letter to the taxpayers that become the initial evidence audit target. Currently under the new provision, the initial audit evidence can also be conducted silently through the intelligent activity.

The procedure to submit the tax objection - 9/PMK.03/2013

The new point is regulated in this Minister of Finance that the taxpayer objection which based on article 13A of General Taxation Law will not be processed by the DGT.



WHAT'S NEW

400.000 companies misused the tax invoice.

The DGT said that around 400.000 companies are known have misused the tax invoice. They obtained the data from the result of taxable entrepreneurs re-registration where around 400.000 taxable entrepreneurs status have been revoked due to they are not eligible.

Ministry of Finance considering the VAT becomes Sales Tax.

The Minister of Finance will observe the possibility the VAT becomes the Sales Tax. The administration burden in VAT is heavier due to the VAT in and VAT out, meanwhile the Sales Tax is more simple.

The DGT will revise the provision of transfer pricing.

The DGT said as part of 2013 strategic policy the transfer pricing subject will be revised. Main point of the revision will be on the matter of transfer pricing documentation.

The Minister of Small and Medium Enterprise (SME) rejects the taxation on SME business.

The Minister of SME rejects the plan to implement the taxation on SME business with revenue under 300 million rupiahs per year. In the draft, it is said that the SME business with omzet under 300 million rupiahs per year will be imposed with

income tax as much as 0,5% meanwhile the SME business with the omzet above 300 million rupiahs until 4,8 billion rupiahs per year will be imposed with 2%.

You are most welcome to contact us at:

Susy Suryani - *Partner*
(susy.suryani@ssas.co.id)
(susys@indosat.net.id)

Fathur Rahman - *Head of Tax*
(fathur.rahman@ssas.co.id)

Pittor Saragih - *Head of Customs*
(pittor.saragih@ssas.co.id)

Faozan Efendi - *Tax Senior Manager*
(faozan.efendi@ssas.co.id)

Ronny Ilham - *Tax Manager*
(ronny@ssas.co.id)

Brilliant Budiman - *Tax Manager*
(brilliant@ssas.co.id)

Ruky Rukmantara - *Training & Knowledge*
(rukya@ssas.co.id)

Suryani Suyanto & Associates
Equity Tower, 25th Floor Suite C & D
Jl. Jend. Sudirman Kav. 52 - 53
Jakarta 12920
T (62-21) 29035889
F (62-21) 29035888
Website: <http://www.ssas.co.id>

Tax Alert is a publication design to inform clients of tax developments in Indonesia. We hope that you will find it both informative and helpful. Since much of the information discussed here is in general terms only, it is recommended that specific professional advice be sought before any action is taken. If you would like to discuss any of the technical issues in this edition, please contact the partner or manager with whom you normally liaise.

©2010 Suryani Suyanto & Associates, tax and business advisory.