



Advance Income Tax

Quarterly Returns

July 2023



Tax Alert

As per Section 86 (8) of the Inland Revenue Act (IRA) No 24 of 2017 and Amendments thereto, a Withholding Agent (WHA) who makes payments under Section 84A is required to file Quarterly Advance Income Tax (AIT) Statements.

The requirement to file Quarterly AIT Statements is only applicable to Banks and Financial Institutions on the payment of any amounts as the interest, discounts or income from Islamic financial transactions or on other debt obligations made to **resident individuals** who are **59 years old or above** as at the date of deduction of AIT.

We have attached herewith the Circular No SEC/2023/E/05 dated 26 July 2023 which has been issued providing instructions in relation to the lodgment of the Quarterly AIT Statements.

As per the Circular issued, an extension of time has been given for the lodgment of the AIT Statement for the Quarter ended 30 June 2023 till **31 August 2023**.

Contact us

KPMG Tax Team

Follow us on,



KPMG Sri Lanka



@kpmgsl



@kpmgsl



KPMG Sri Lanka

www.kpmg.com/lk

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act upon such information without appropriate professional advice after a thorough examination of the particular situation.

© 2023 KPMG, a Sri Lankan partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved

The KPMG name and logo are registered trademarks of KPMG International.