

Introducing VAT Scan: Your solution for VAT compliance

To help businesses stay VAT compliant, navigate the complexities of VAT, and incorporate the latest amendments to the VAT Act, we are proud to introduce VAT Scan.

VAT & management fees

It might seem counterintuitive but in certain situations, Guyanese companies are liable to pay and report VAT when they pay for management fees to related companies abroad. Under the VAT Act, the recipient of imported services is responsible for paying and reporting VAT on those services. This is known as the VAT reverse charge mechanism. Furthermore, imported services are only subject to VAT if they are used or consumed in Guyana, except when used to make taxable supplies. For example, if Guyana Corp pays a management fee to its head office abroad, Guyana Corp will be liable to pay VAT on this management fee pursuant to the reverse charge mechanism. However, VAT is only due on the portion of the management fee that is not used to make taxable supplies. So, if 50% of Guyana Corp's sales are VAT exempt, Guyana Corp must pay and report VAT on half of the management fee.

VAT scan

The reverse charge mechanism is just one of the many VAT complexities. To help businesses stay VAT compliant, navigate the complexities of VAT, and incorporate the latest amendments to the VAT Act, we are proud to introduce VAT Scan.

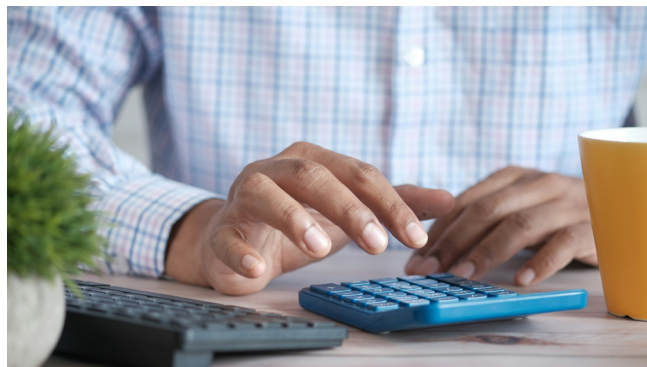
Our VAT experts will conduct a detailed review of your company's VAT history, focusing on your tax filings, invoicing practices, and accounting records. We will identify any discrepancies, missed complexities, or incorrect classifications that could lead to unnecessary tax liabilities. Additionally, VAT Scan provides you with a comprehensive report outlining areas that require attention, recommendations for correction, and

suggestions for optimizing your VAT processes moving forward. This service not only helps you avoid potential penalties and interest charges but also ensures that your VAT strategy aligns with the latest amendments to the VAT Act.

Whether you're concerned about past VAT filings or want to ensure your future VAT strategy is as efficient as possible, VAT Scan is here to help you navigate the complexities of VAT.

Contact Hans Ruiter

to schedule a VAT Scan and ensure your business stays on the right side of VAT compliance.



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