



PUBLIC NOTICE:

SUBMISSION OF INCOME TAX RETURNS (ITF12C AND ITF12C2) FOR TAX YEAR ENDED 31 DECEMBER 2022

MEDIUM CLIENTS AND LARGE CLIENTS

The Commissioner of Taxes hereby reminds all valued taxpayers in the **Medium and Large clients** category that the Income Tax Returns, for the tax year ended **31 December 2022** are due on or before **30 June 2023**.

1. Income from Trade and Investments

In terms of section 37A of the Income Tax Act [Chapter 23:06] all taxpayers that received or accrued income from trade and investments are on Self-Assessment. Therefore, taxpayers in the **Medium and Large clients category** are reminded that they should submit Income Tax Returns (ITF 12C), accompanied by the relevant financial statements. Nil returns must be submitted where no income accrued or was received.

2. Dormant Companies

Dormant companies that are registered for tax (that is to say, a company that has not carried on any trade or business for the whole of the year of assessment in respect of which the Commissioner gives this notice) should submit Nil returns on or before **30 June 2023**. The commissioner hereby reminds all dormant companies which are not registered with ZIMRA to get registered for tax purposes.

3. Taxpayers with approved Accounting Years

Taxpayers with approved accounting years other than 31 December should submit income tax returns within four months after the end of their accounting year. Where arrangements have been made with the responsible Regional Manager to submit income tax returns on specific dates other than within four months after the end of their accounting year, taxpayers are reminded to submit the income tax returns within such agreed dates.

4. Submission of Income Tax Returns

Taxpayers are urged to take note of the following issues:

- Taxpayers with a combination of income in forex and in local currency should submit two separate income tax returns.
- Reference should be made to Finance Act No 8 and No 2(10) of 2022 concerning apportionment of expenditure and exchange rates to be used for any conversions that may be necessary.
- Where a taxpayer has traded solely in one currency, they should also submit two returns, i.e. an Income tax return reflecting transactions in the currency they have traded in and a nil return for the other currency.

5. Capital Gains Tax Returns

All taxpayers that received or accrued capital gains from disposal of specified assets should submit their returns by **30 June 2023**.

6. Submission Of Transfer Pricing Return

All persons with Income from Trade and Investments earned or accrued from Domestic and / or International Related Party Transactions (Transfer Pricing) should submit their Income Tax Returns (ITF 12Cs) supported by Transfer Pricing Return (ITF 12C2) by **30 June 2023**.

OTHER ISSUES

1. Calculation of Provisional Tax for 2023 Year of Assessment where there is need for

In calculating provisional tax for 2023 taxpayers are required to use the quarterly average auction exchange rate. Given the fixed dates of the QPDs the Quarterly Average Auction exchange rate shall be determined as follows:

- a) 1st QPD - 1 January 2023 to 20 March 2023
- b) 2nd QPD - 23 March 2023 to 20 June 2023
- c) 3rd QPD- 21 June 2023 to 20 September 2023
- d) 4th QPD- 21 September 2023 to 15 December 2023

The daily exchange rates are summed and then the average is determined.

2. Outstanding Tax Returns and Payments

- a) All taxpayers with outstanding returns, i.e. returns for previous tax periods, are reminded to submit them without further delay. Outstanding returns may include:
 - (i) **Employees' Tax or Pay As You Earn (PAYE) Remittances - [P2 Remittance Advice Form]**
 - (ii) **Withholding Taxes/Royalties Returns – [REV5 Form]**
 - (iii) **Intermediate Money Transfer Tax (IMTT) - [REV5B Form]**
 - (iv) **Income Tax (ITF12B PAYMENTS)**
 - (v) **Value Added Tax (VAT) - [VAT 7]**
- b) Returns should be completed in full, submitted on time and online, through the ZIMRA e-services platform <http://www.efiling.zimra.co.zw> or ZIMRA e-taxes platform <https://etaxes.zimra.co.zw> . Kindly note that the e-services platform is used to submit returns in local currency only and whilst the e-taxes platform is used to submit returns in both local currency and foreign currency.
- c) There are Self Service Centers (Kiosks) throughout the Regions where taxpayers who do not have access to internet at their offices can access the E-Services and E-taxes platforms free of charge.
- d) Payments for all taxes should be remitted in full and on time through banks. Refer to the following link on ZIMRA website for ZIMRA Bank Accounts <https://www.zimra.co.zw/profile/203>
- e) Late submission of returns and payment of tax attracts prosecutions, penalties and interest respectively.

My Taxes, My Duties: Building My Zimbabwe!!

Public Notice No. 35/2023, issued on 08/06/2023.



www.zimra.co.zw



@Zimra_11

ZIMRA.ZW



Contact Centre 08688007614



contactcentre@zimra.co.zw



