



## VAT Royal Decree Published

His Majesty, Sultan Haitham Bin Tariq, approved Royal Decree No.121/2020 on 12 October 2020 for introducing much awaited Value Added Tax ('VAT') in Oman. The said Royal Decree is published in Official Gazette today i.e. 18 October 2020, which effectively means that VAT shall go live either on 16 April 2021 or 17 April 2021 subject to confirmation from Oman Tax Authority.

### Summary of Articles in brief

Chapter	Article range	Particulars
1	1 to 11	Definitions & general provisions
2	12 to 20	Taxability of goods and services
3	21 to 30	Place of supply
4	31 to 35	Value of supply
5	36 to 46	Computation of VAT
6	47 to 54	Exempted and zero-rated supplies
7	55 to 66	Registration
8	67 to 74	Invoices, records and endorsement
9	75 to 80	Inspection and assessments
10	81 to 87	Tax collection and refund
11	88 to 98	Tax related disputes
12	99 to 103	Penalties
13	104 to 106	Transitional provisions

### BDO comments

With certainty of VAT going live on in middle of April 2021, it is important to commence VAT impact analysis and VAT implementation activity to align technical positions, processes, systems and compliances to be VAT ready on 1<sup>st</sup> day of VAT in Oman.

Executive Regulations and guides, to be published in the due course shall provide further clarity on aspects such as phased implementation (if applicable), registration due dates etc.

We have a team of VAT experts, who have hands-on experience of implementing VAT in other GCC member states and beyond to support you in every step of VAT implementation in Oman.

### Contact us

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