

SAC LAW NO. 20/2021 FOR AMENDMENT OF UNION TAX LAW 2020

On 17th June 2021, the State Administration Council (“**SAC**”) enacted the SAC Law No. 20/2021 to amend the Union Tax Law 2020 (“**UTL**”) in relation to the personal income tax (“**PIT**”) rates. From 1st July 2021 to 30th September 2021, the PIT rates payable on the income from any undisclosed source are temporarily reduced to the new rates as follows:-

No.	Income (Kyat)	New PIT Rates (%)
1.	From 1 to 100,000,000	3
2.	From 100,000,001 to 300,000,000	5
3.	From 300,000,001 to 1,000,000,000	10
4.	From 1,000,000,001 to 3,000,000,000	15
5.	Above 3,000,000,001	30

The PIT rates under the UTL before the reductions are 6% to 30%.

If a taxpayer can show the source of the income used for buying, constructing of property, acquiring or establishing a new business, or expanding the business, the income tax on such income shall be assessed and paid according to the tax rates specified under the UTL. If, however, the source of the income cannot be shown or disclosed, the subject income shall be assessed and paid according to the tax rates specified above separately from the income of which the source can be shown.

**Khin Khin Zaw**

Partner

khinkhinzaw@lawplusltd.com**Ei Mon Thant**

Associate

eimonthant@lawplusltd.com**LawPlus Myanmar Ltd.****Unit No. 520, 5th Floor, Hledan Centre, Corner of Pyay Road and Hledan Road****Kamayut Township, Yangon, Myanmar****Tel. +95 92 6111 7006, +95 92 6098 9752**www.lawplusltd.com

The information provided in this document is general in nature and may not apply to any specific situation. Specific advice should be sought before taking any action based on the information provided. Under no circumstances shall LawPlus Ltd., LawPlus Myanmar Ltd. or any of their directors, partners and lawyers be liable for any direct or indirect, incidental or consequential loss or damage that results from the use of or the reliance upon the information contained in this document. Copyright © 2021 LawPlus Ltd. and LawPlus Myanmar Ltd.