



GOVERNMENT OF KIRIBATI
INTERNAL REVENUE BOARD

MINISTRY OF FINANCE AND ECONOMIC DEVELOPMENT

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Kainibaire ibukia Bitineti ake a kabonakoi kaako aika taxable ao aika exempt) mixed supplies.

Ngkana am bitineti e kabonakoi kaako ke katauraoran makuri aika taxable ao exempt koa kona n aranaki bwa **supplier of mixed supplies**.

N aron aei;

1. Bitineti “ABC” te tabo ni bwaa ae kabonakoa te bwaa (Diesel, Petrol) ao iai naba ana store n amwarake ao bwai riki tabeua. Te titoa aio bon te mixed supplies ibukina bwa te bwaa e bon exempt man te VAT ao te titoa e bon taxable
2. Bitineti “XYZ” e kabuta te Motel ae e long term accommodation ao e short term, e kabonakoa naba te amwarake ma te moo. Te bitineti aio bon the mixed supplies ibukina bwa te long term accommodation e exempt man te VAT, ao te short term accommodation ma bwaai ake a katauraoki ibukin te amwarake a bon VAT.

Ngkana ko tii kabonakoi kaako aika taxable supplies ko kona ni claim te VAT are ko kabwa nakoia Suppliers tii ngkana iai am kakoaua ke te invoices.

Ngkana ko tii kabonakoi bwaai ke kaako aika exempt supplies ko aki katauaki bwa kona claim te VAT bon tii ngkana ko registered nte VAT.

Ngkana ko kabonakoi taian exempt supplies ao taian taxable supplies, ko katauaki n claim te credit ngkana a roko n te 100% te taxable supplies ake ko kabonakoi ma ibuakon am mixed supplies. Koaki kona n claim te credit ngkana e roko n te 100% mwaitin am kaako ae exempts.

N aron aei:

Bitineti ABC (are ieta) e otana ana fuel pump mai Australia ni boona ae \$4,000. Te Custom e tiati te VAT n te mwaiti ae \$500. Te Port Authority e tiati naba n te VAT n \$100 iaon te mwakuri ao te transport company e tiati te VAT ae \$50 ibukin nikiran te pump. Bitineti ABC eaki kona ni claim te VAT iaon ana VAT Return ngkai te pump arei 100% kabonganakina ibukin te exempt product (fuel). ABC ena karina te mwaiti ae \$4,650 bwa teuana mai buakon kaubwain ana bitineti ngkana e karaoa ana akaunti, iaon te Balance sheet.

E otana naba te container n kako ibukin amwarake mai Australia ni boona ae \$4,000. Te Custom e tiati nte mwaiti ae \$500. Te Kiribati Port Authority e tiania naba \$100 VAT ao te transport company e tiati VAT n te mwaiti ae \$50 ibukin nikirakina. ABC e katauaki ni claim \$650 iaon ana VAT return ngkai kaako ake ana kabonakoaki e rin iai te VAT. Karina te mwaiti ae \$4,000 bwa am kabane mwane n am Trading Account.

ABC iai naba ana VAT ae e ikotaki ma aia kabanemwane iaon aia tarebon ao aia power. Te power ao te tarebon e bon kabonganaki ibukin te bitineti. ABC e katauaki ni claim te VAT are e oti nte tax invoices n aia VAT return are imwina.

Ko na kanga n ataia bwa iraua ae ko kona n claim?

Ko riai ni kabongana te tua ae 80/20. Ngkana e riaon 80% am karekemwane iaon am exempt supplies, koaki ngkanne katauaki bwa kona claim te tax credits iaon invoices ake a kabonganaki ibukin te mixed supplies. Ngkana e kee iaan 20% am karekemwane ae e exempt, ko kona ngkanne ni claim nikabane ake a oti iaon te invoice ake aoti ni karaoan te mixed supplies. Ngkana biribirn am karekemwane iaon taian exempt supplies e bwakara 20% nakon 80% ko kona n claim te VAT are katauaki.

Kakaeen te percentage ni kabonganate formula aio

$(\text{bwaai ake a exempt}(\text{box1 nte VAT return}) \div \text{bwaai ake a taekiti}(\text{box3 nte VAT return})) \times 100\%$ man are bwaai ake a exempt.

N aron aio

Box 1 (ikota n karekemwane) bon \$100,000; Box 3 (karekemwane iaon ake a exempt) bon \$34,000 ngaia are karekemwane ake a exempt bon 34%

$$\left(\frac{34,000}{100,000} \right) \times 100 = 34$$

Ibukin buokam ni kaotam iaon kainibaire iaon aei taiaoka email nakon te tax office nte email ae tax@mfep.gov.ki ke n terebonira n 21806 n aoan te mwakuri.