

IN THIS ISSUE

INCOME TAX			
Number	Date	Regarding	Effective Date
PER-16/PJ/2011	6-Jun-11	The procedure of making written notification by permanent business establishment on the reinvested of taxable income after being reduced by the income tax	6-Jun-11
<p>This regulation is the further regulation of Minister of Finance regulation article 7 regarding the same subject. It is further regulated that the technical procedure of permanent establishment notification to the Tax Office on the re-invested taxable income after being reduced such as the model of capital investment, realization of investment which have conducted and or at the start of commercial production for a newly-established company</p>			
Number	Date	Regarding	Effective Date
PER-15/PJ/2011	6-Jun-11	The amendment of Directorate General of Taxation number PER-57/PJ/2010 regarding the procedure to collect income tax article 22 collecting in relation with the payment of delivery goods and activity in importation or other type of business	6-Jun-11
<p>The Directorate General of Taxation has amended the income tax article 22 where for the taxpayers which import the gold bar that will be processed to be jewelry for export purposes is exempted from income tax article 22 imposition, supported with the tax clearance. Meanwhile for goods importation that according to the regulation is exempted with custom duty and or VAT imposition, or the temporary importation that is purposed for re-export, is exempted from income tax article 22 imposition without the tax clearance.</p>			

Disclaimer:

This publication has been prepared for general guidance on matters of interest only, and does not constitute professional advice. You should not act upon the information contained in this publication without obtaining specific professional advice.

LIST OF REGULATION JUNE 2011

NO	REGULATION NUMBER	DATE	EFFECTIVE DATE	REGARDING
1	90/PMK.011/2011	16 June 2011	16 June 2011	THE EIGHTH AMENDMENT OF MINISTER OF FINANCE REGULATION NUMBER 110/PMK.010/2006 REGARDING STIPULATION OF SYSTEMS OF CLASSIFICATION OF GOODS AND IMPOSITION OF TARIFFS OF IMPORT DUTY ON IMPORTED GOODS
2	88/PMK.011/2011	13 June 2011	1 January 2011	GOVERNMENT-BORNE VALUE ADDED TAX OF 2011 FISCAL YEAR CERTAIN SUBSIDIARY FUEL OIL AND 3 KG PACKAGING OF LIQUEFIED PETROLEUM GAS (LPG)
3	PER-16/PJ/2011	6 June 2011	6 June 2011	THE PROCEDURE OF MAKING WRITTEN NOTIFICATION BY PERMANENT BUSINESS ESTABLISHMENT ON THE REINVESTED OF TAXABLE INCOME AFTER BEING REDUCED BY INCOME TAX
4	PER-15/PJ/2011	6 June 2011	6 June 2011	AMENDMENT OF DIRECTORATE GENERAL OF TAXATION REGULATION NUMBER PER-57/PJ/2010 REGARDING THE PROCEDURE OF INCOME TAX ARTICLE 22 COLLECTING IN RELATION WITH THE PAYMENT OF DELIVERY OF GOODS AND ACTIVITY IN IMPORTATION OR OTHER TYPE OF BUSINESS.
5	SE-41/PJ/2011	6 June 2011	6 June 2011	STIPULATION OF CIRCULAR LETTER NUMBER SE-24/PJ/2011 IMPLEMENTATION REGARDING DIRECTION OF ACTIVITY BUDGET ALLOCATION FOR THE BA 015 FORM APPLICATION TO COLLECT DATA, EVALUATE AND EXTENSIFICATION THE 2011 FISCAL YEAR
6	SE-40/PJ/2011	6 June 2011	6 June 2011	PROCEDURE OF TAX RETURNS COLLECTION AND DOCUMENTATION AT TAX OFFICE IN REGARD WITH THE TAX RETURNS PROCESS AT TAX DATA AND DOCUMENT PROCESSING CENTER (PPDDP)

TAXATION NEWS

The Government is considering the tax holiday for low cost eco car

The Government is considering the tax holiday for the low cost eco car programs because it meets the criteria as innovative sector, create new job opportunity and large scale investment.

The new import tax on movies will be released

Minister of Finance confirmed to release the new import tax regarding movies importation taxation. This new regulation will be more simple for importers and will create a win-win solution between the Government and the importers. The polemic arose triggered by the unpaid customs duty on royalty of movies importation.

The Government will create a new tax court regulation

Minister of Finance together with Supreme Court (MA), Judicial Commission (KY), and Anti Corruption Commission (KPK) will create new regulation regarding the tax court. There are some weakness of the current tax court system, i.e. no certain code of conduct for clerk of tax court, no certain provision of post employment for ex-tax judge that becomes tax attorney, unofficial tax dispute service at the back office, no publication for tax court decision and judge and clerk of tax court supervision.



3 Sectors will enjoy the tax holiday

The Government confirmed there are 3 industrial sectors that will obtain income tax facility, i.e. basic metal, oil refinery and coal gasification. The requirements to obtain this facility are capital investment on pioneer industry, implementing the new technology and strategic value for economy.

Land and Building Tax dominated the tax receivable.

The Director General of Taxation said the tax receivable is dominated by the land and building tax and there are 1.8 million taxpayers that arrear the said tax.

Address:

Menara Rajawali 11th floor

Jl. Mega Kuningan Lot#5.1 Jakarta Selatan 12950

T : +6221 5762601

F : +6221 5762602

contact person : johan@mmstax.com

Tax Exchange Rate

Based on Minister of Finance
No. 337/KM.1/2011 dated 6 Juni 2011
For period : 6 June 2011 - 12 June 2011

Currency	Unit	Value
Dollar Amerika Serikat [USD]	1	8549.00
Dolar Australia [AUD]	1	9146.79
Dolar Canada [CAD]	1	8790.29
Kroner Denmark [DKK]	1	1645.81
Dolar Hongkong [HKD]	1	1099.04
Ringgit Malaysia [MYR]	1	2833.28
Dolar Selandia Baru [NZD]	1	7010.18
Kroner Norwegia [NOK]	1	1582.33
Poundsterling Inggris [GBP]	1	14083.62
Dolar Singapura [SGD]	1	6926.61
Kroner Swedia [SEK]	1	1380.15
Franc Swiss [CHF]	1	10032.86
Yen Jepang [JPY]	100	10534.49
Kyat Burma [BUK]	1	1328.39
Rupee India [INR]	1	189.55
Dinar Kuwait [KWD]	1	31047.01
Rupee Pakistan [PKR]	1	99.64
Peso Philipina [PHP]	1	197.56
Riyad Saudi Arabia [SAR]	1	2279.63
Rupee Srilanka [LKR]	1	77.89
Baht Thailand [THB]	1	282.01
Dolar Brunei D. [BND]	1	6925.63
EURO [EUR]	1	12270.59
Yuan China [CNY]	1	1318.62
Won Korea [KRW]	1	7.92

Based on Minister of Finance
No. 369/KM.1/2011 tanggal 13 Juni 2011
For period: 13 June 2011 - 19 June 2011

Currency	Unit	Value
Dollar Amerika Serikat [USD]	1	8516.00
Dolar Australia [AUD]	1	9072.56
Dolar Canada [CAD]	1	8711.10
Kroner Denmark [DKK]	1	1667.87
Dolar Hongkong [HKD]	1	1094.55
Ringgit Malaysia [MYR]	1	2825.96
Dolar Selandia Baru [NZD]	1	6994.20
Kroner Norwegia [NOK]	1	1582.35
Poundsterling Inggris [GBP]	1	13965.57
Dolar Singapura [SGD]	1	6921.05
Kroner Swedia [SEK]	1	1376.78
Franc Swiss [CHF]	1	10167.15
Yen Jepang [JPY]	100	10635.44
Kyat Burma [BUK]	1	1326.48
Rupee India [INR]	1	190.43
Dinar Kuwait [KWD]	1	31063.12
Rupee Pakistan [PKR]	1	99.16
Peso Philipina [PHP]	1	196.89
Riyad Saudi Arabia [SAR]	1	2270.79
Rupee Srilanka [LKR]	1	77.77
Baht Thailand [THB]	1	280.51
Dolar Brunei D. [BND]	1	6922.29
EURO [EUR]	1	12437.50
Yuan China [CNY]	1	1314.67
Won Korea [KRW]	1	7.88

Based on Minister of Finance
No. 385/KM.1/2011 tanggal 17 Juni 2011
For period: 20 June 2011 - 26 June 2011

Currency	Unit	Value
Dollar Amerika Serikat [USD]	1	8563.00
Dolar Australia [AUD]	1	9072.76
Dolar Canada [CAD]	1	8759.51
Kroner Denmark [DKK]	1	1639.99
Dolar Hongkong [HKD]	1	1098.78
Ringgit Malaysia [MYR]	1	2817.89
Dolar Selandia Baru [NZD]	1	6938.62
Kroner Norwegia [NOK]	1	1560.64
Poundsterling Inggris [GBP]	1	13914.91
Dolar Singapura [SGD]	1	6923.64
Kroner Swedia [SEK]	1	1335.56
Franc Swiss [CHF]	1	10116.25
Yen Jepang [JPY]	100	10624.89
Kyat Burma [BUK]	1	1330.88
Rupee India [INR]	1	191.04
Dinar Kuwait [KWD]	1	31167.90
Rupee Pakistan [PKR]	1	99.83
Peso Philipina [PHP]	1	196.93
Riyad Saudi Arabia [SAR]	1	2283.28
Rupee Srilanka [LKR]	1	78.16
Baht Thailand [THB]	1	280.35
Dolar Brunei D. [BND]	1	6919.27
EURO [EUR]	1	12233.73
Yuan China [CNY]	1	1322.10
Won Korea [KRW]	1	7.89

Based on Minister of Finance
No. 407/KM.1/2011 tanggal 27 Juni 2011
For period: 27 June 2011 - 3 July 2011

Currency	Unit	Value
Dollar Amerika Serikat [USD]	1	8603.00
Dolar Australia [AUD]	1	9085.80
Dolar Canada [CAD]	1	8806.61
Kroner Denmark [DKK]	1	1650.70
Dolar Hongkong [HKD]	1	1104.39
Ringgit Malaysia [MYR]	1	2837.85
Dolar Selandia Baru [NZD]	1	6992.86
Kroner Norwegia [NOK]	1	1568.06
Poundsterling Inggris [GBP]	1	13856.51
Dolar Singapura [SGD]	1	6969.60
Kroner Swedia [SEK]	1	1342.76
Franc Swiss [CHF]	1	10243.86
Yen Jepang [JPY]	100	10712.51
Kyat Burma [BUK]	1	1336.83
Rupee India [INR]	1	191.50
Dinar Kuwait [KWD]	1	31320.94
Rupee Pakistan [PKR]	1	100.33
Peso Philipina [PHP]	1	197.68
Riyad Saudi Arabia [SAR]	1	2294.03
Rupee Srilanka [LKR]	1	78.52
Baht Thailand [THB]	1	281.77
Dolar Brunei D. [BND]	1	6964.41
EURO [EUR]	1	12312.96
Yuan China [CNY]	1	1329.91
Won Korea [KRW]	1	7.98