

A short version for VAT on Cross-Border Electronic Services





Take effect on May 1st, 2017



Foreign suppliers having no fixed place
of business within the territory of the R.O.C.



**Annual sales amount exceeds
NT\$480,000**

(to be NT\$600,000 from April 7th, 2025;
the previous threshold applies before
that date)



Domestic individuals
(including foreigners consuming
electronic services in the R.O.C.)



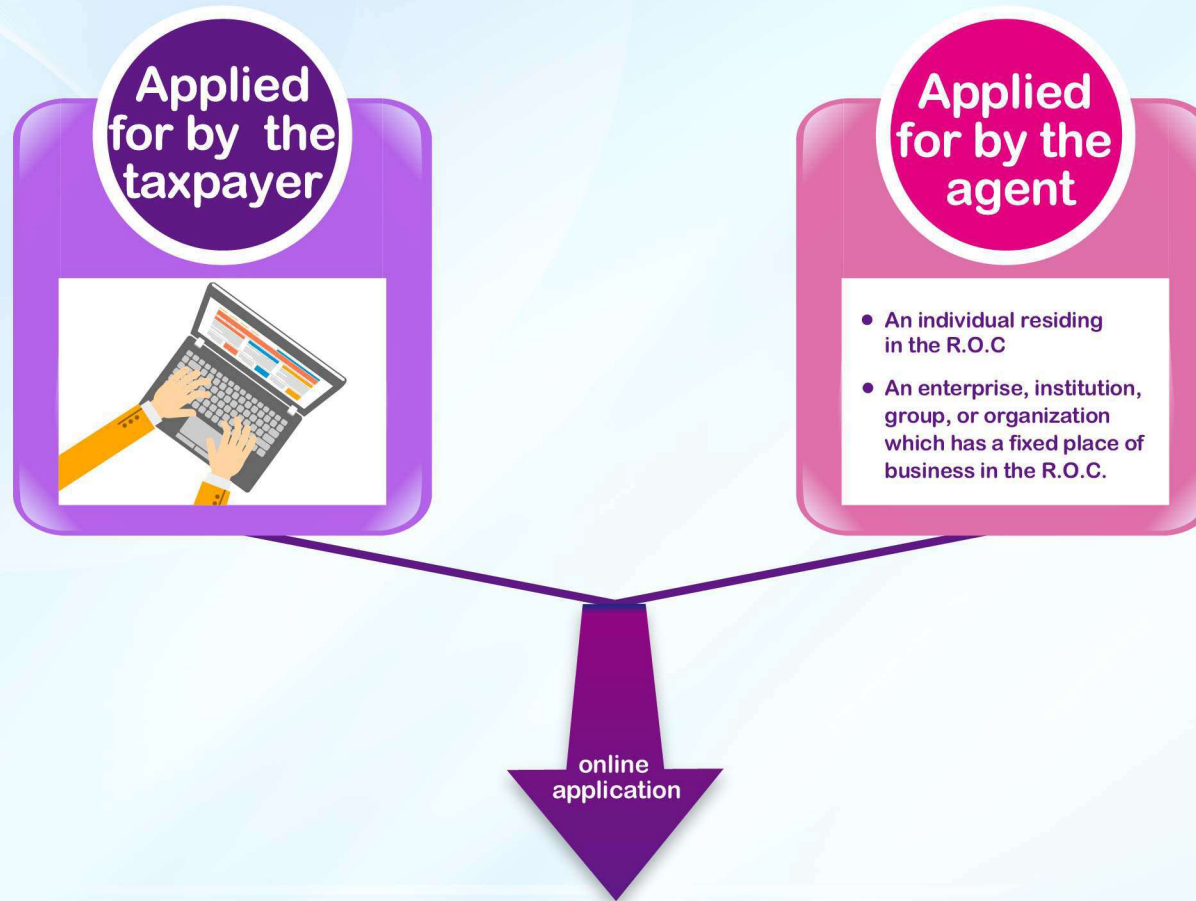
Three steps of VAT on cross-border electronic services



Q&A(FAQ)



How to apply for taxation registration



eTax Portal, Ministry of Finance
<https://www.etax.nat.gov.tw/>
Tax on Cross-Border Electronic Services/
Business tax/Apply for Taxation Registration





How to apply for your account and password



eTax Portal,
Ministry of Finance

Business tax

Introduction to Business Tax on Cross-
Border Electronic Services

Tax Related Laws & Regulations(Link to
the Website of Taxation
Administration, MOF, R.O.C.)

Apply for Taxation Registration

Apply for Account Number and
Password

Apply for Account Number and Password

Register as Member

Reset your Password

Forgot your Password

Tax on Cross-Border Electronic Services

Register as Member

*Qualification

☒Self-assessed application ☐Entrusted
agent application

*Business ID number

*Tax serial number

*Registration number

*Contact email for
registration

*Verification number

B4F9DR

Regenerate verification number



How to file your VAT return



eTax Portal, Ministry of Finance

<https://www.etax.nat.gov.tw/>

**Tax on Cross-Border Electronic Services/
Business tax/File and Pay Business Tax**





When to file the VAT return and pay VAT

- ◎ Whether or not a foreign supplier has sales
- ◎ File a bimonthly tax return and pay VAT prior to the fifteenth day of the following period.
- ◎ Sales amount and tax payable shall be converted to New Taiwan Dollar

Take the year 2017 as an example:

Period of sales (months)	Period of filing	Date for exchange rate (the last day of period of sales)
5~6	7/1~15	6/30
7~8	9/1~15	8/31
9~10	11/1~15	10/31
11~12	1/1-15 (the following year)	1/2/2018 [★]

★ As 12/31/2017 is Sunday and 1/1/2018 is a national holiday, the date for exchange rate shall end on the next day.

Tax rate
5%.

Currency
New Taiwan Dollar

Exchange rate
The Bank of Taiwan
spot-buying exchange
rate (closing rate)



Type of payment

1 Pay by remittance to the special account

- ★ Tax payable converted to New Taiwan Dollar
- ★ Application for outward remittance remark or details of payment Business Entity title, Business Administration Number and Period of Sales (including year and month)



Beneficiary bank : Chengchung Branch, The Bank of Taiwan
Beneficiary: National Taxation Bureau of Taipei, Ministry of Finance
A/c NO : 045036070263

2 Payment by cash



eTax Portal,
Ministry of Finance

Print out tax bill



- ★ Tax Collections Institute of Government Treasury (cash or check)



- ★ Convenience store (cash \leq NT\$30,000)





Penalties

Foreign supplier

Fails to apply for taxation registration

Be ordered to apply for taxation registration within a specified time limit
May be punished with a fine from NT\$3,000 ~ NT\$30,000

Fails to file a VAT return in accordance with the regulations

Computation & Limit		Types of fine	
		Surcharge for belated filing	Non-filing surcharge
With tax payable	Calculation	≤ 30 days past due 1% of the tax payable for every two days overdue	>30 days past due 30% of the determined tax payable
	Limit	NT\$1,200 ~ NT\$12,000	NT\$3,000 ~ NT\$30,000
Without tax payable		NT\$1,200	NT\$3,000

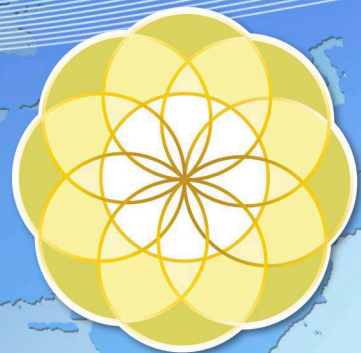
The sales amount is under-reported or not reported at all

Be pursued for payment of taxes owed
Be fined no more than five times the amount of tax evaded
The operation of business may be suspended

Agent

Fails to file a VAT return and pay VAT in accordance with the regulations

The tax-filing agent shall be fined from NT\$ 3,000 ~ NT\$30,000



VAT on Cross-Border
Electronic Services

A fair taxation
A wonderful Taiwan

