

# Amendments to the executive regulations of the value-added tax system

Friday 8 Jumada Al-Awwal 1444 AH 2-12-2022 AD

هيئة الزكاة والضريبة والجمارك  
Zakat, Tax and Customs Authority

Article number	current text	Modified or added text
Paragraph (2) of Article thirty-three	<p>The first paragraph of this Article -2 shall not apply in any of the following cases:</p> <p>a) If the place of supply for the service is located in any Member State in accordance with the special cases listed in Articles 17 to 21 of the Agreement.</p> <p>b) If the customer resides in any Member State.</p> <p>c) If the customer or any other person benefits directly from the services while any of them is in a Member State and the other person is not entitled to fully recover the input tax thereon.</p> <p>d) If the services are performed on tangible goods located in a member state during the supply process.</p>	<p>The first paragraph of this Article shall not apply in any -2 of the following cases:</p> <p>a) If the place of supply for the services is located in any Member State according to the special cases listed in Articles seventeen to twenty-one of the Agreement, and this does not include services supplied separately from the services whose place of supply is located in any Member State according to any of those special cases , which may be directly or indirectly related to it.</p> <p>b) If the customer receiving the services resides in any Member State.</p> <p>c) If the customer or any other person benefits directly from the services while any of them is in a Member State, and the other person is not entitled to fully recover the input tax thereon.</p> <p>d) If the services are performed on tangible goods located in a member state during the supply process.</p>
Paragraph (2) of Article (34)	<p>International passenger transport is subject to the zero-rate in accordance with the provisions contained in these regulations, in the following cases:</p> <p>a) The transportation shall be carried out by any of the eligible means of transportation.</p> <p>b) That the transportation be carried out by scheduled passenger flights or by cruises that take place according to an announced schedule.</p>	<p>International passenger transport is subject to the zero-rate in accordance with the provisions contained in these regulations.</p>
Paragraph	<p>Qualified means of transportation means any vehicle, ship or aircraft designed to transport (10) persons as a minimum, or equipped to transport</p>	<p>Eligible means of transport means the means of transport the main purpose of which is to carry out international transport, and includes any vehicle prepared to transport (10) persons as a minimum, or prepared to</p>

<b>(8) of Article (34)</b>	goods on a commercial basis, and the main purpose of which is to carry out international transport. Any means of transportation diverted or used for recreational or personal purposes shall .not be considered eligible	transport goods on a commercial basis, or any ship or aircraft prepared to transport passengers or goods on a commercial basis. Any means of transportation diverted or used for recreational or personal purposes shall not be .considered eligible
<b>Article thirty six (redundant)</b>	Add a new article	<p>The supply of qualified military goods to the armed -1 forces and government internal security forces in all their sectors, which is made through a taxable person registered with the Authority and licensed in the field of military industrialization by the Public Authority for .Military Industries, shall be subject to zero-rate tax</p> <p>Military goods that qualify for the purposes of -2 applying the provisions of this article mean locally manufactured military goods that meet all of the :following requirements</p> <p>a) The imported goods must be locally manufactured by .the same supplier who applies the zero percent rate</p> <p>b) That the supplier has obtained a certificate of supplying qualified military goods from the General Authority for Military Industries confirming that the supply fulfills all the requirements and controls mentioned in this article in relation to each contract, provided that the certificate includes the data of the supplier, the customer, and the supplies subject of the contract, with a separate consideration for the qualified military goods To be subject to the zero rate for any other goods or services to which the provisions of this Article .do not apply</p> <p>The zero rate applies only to supplies that fulfill all the -3 requirements and controls mentioned in this article on the date the tax is due and within the limits of the .consideration of eligible goods</p> <p>The Governor of the Authority - in coordination with -4 the General Authority for Military Industries - may issue any additional controls related to the application of the .provisions of this article</p>