

(for official use only)

**REPUBLIC OF IRAQ
MINISTRY OF FINANCE
GENERAL COMMISSION FOR TAXES
CORPORATE INCOME TAX DEPARTMENT**

**CORPORATE INCOME TAX
DECLARATION**

[1a] Financial Year Start date: __/__/__ End date: __/__/__ (YYYY/MM/DD)

[1b] Assessment Year 200_ (YYYY)

[2] Taxpayer ID Number

--	--	--	--	--	--	--	--	--

[3] Corporate Name

[4] Corporate's Address

[5] Major shareholder

% of ownership:

[6] Managing Director

Tel:

[7] Accountant

Tel:

[8] Cross an 'X' on the proper box in accordance with one of the following situations:

[8a] Original Return

[8b] Amended Return

[9] Gross figures according to financial statements:

[9a] Corporation's gross revenue

[9b] Corporation's total assets

(for official use only)

Official Stamp

Date of Reception

Year/Month/Day

___/___/___

Date of Notification of Assessment

Year/Month/Day

___/___/___

Form 0301
May 2006

[10] Profit/Loss per Income Statement (IS)

[10]

Positive Adjustments

- Add [11] Depreciation from Income Statement (**Attach Schedule A**)
- Add [12] Amortization from Income Statement (**Attach Schedule B**)
- Add [13] Wages of Director from Income Statement (**Attach Schedule C**)
- Add [14] Non deductible expenses (**Attach Schedule D**)
- Add [15] Bad Debt Provision from Income Statement (**Attach Schedule E**)
- Add [16] Other Positive Adjustment (**Attach Schedule F**)
- [17] Total Positive Adjustments (**Sum of line [11] through line [16]**)

[11]
[12]
[13]
[14]
[15]
[16]
[17]

Negative Adjustments

- Less [18] Depreciation Allowed (**Attach Schedule A**)
- Less [19] Amortization allowed (**Attach Schedule B**)
- Less [20] Allowed Payment of Wages to Director (**Attach Schedule C**)
- Less [21] Bad Debt Provision Allowed (**Attach Schedule E**)
- Less [22] Income Exempt From Tax (**Attach Schedule G**)
- Less [23] Other Negative Adjustment (**Attach Schedule H**)
- [24] Total Negative Adjustments (**Sum of line [18] through line [23]**)

[18]
[19]
[20]
[21]
[22]
[23]
[24]

[25] Profit/Loss after Adjustments [10] + [17] - [24]

[25]

[26] Loss carry forward (**Attach Schedule I**)

[26]

[27] Taxable Income [25]-[26]

[27]

[28] For 2004 only: multiply amount in [27] by 9/12, otherwise enter the same amount from [27]

[28]

[29] Corporation Income Tax. If [28] is positive enter 15% of [28] here. If [28] is negative enter 0

[29]

[30] Foreign Tax Credit, can not be more than line [29] (**Attach Schedule J**)

[30]

[31] Tax deposits (Tax withheld on transactions) (**Attach Schedule K**)

[31]

[32] Total Credits [30]+[31]

[32]

[33] Line [29] less line [32]

[33]

If line 33 is positive, you are liable to Tax Due. If line 33 is negative, you are entitled to a Refund

[34] Tax Due

[34]

[35] Tax Refund

[35]

[36] Bank _____

[37] Account Holder _____

[38] Account Number _____

I declare that the facts reported in this tax declaration are true and accurate.

Name, designation and signature of person authorised to submit declarations on behalf of this company

Date
yyyy/mm/dd

(_____)

____/____/____

Positive Adjustments

Schedule A- Depreciation (tangible assets other than land)

Amount of depreciation according to Income Statement: (Enter this amount in line 11 of the declaration)	
Depreciation method chosen for income tax purpose (check one box):	<input type="checkbox"/> Straight-line method
	<input type="checkbox"/> Declining balance method
	<input type="checkbox"/> Other method, with approval of financial authority.

Category of Depreciable Assets (Name)	Uniformed account # according to tables attached to the valid Depreciation Regulations	Book Value at the beginning of the year (see footnotes)	Cost of acquisitions during the year (new assets must be available for use)	Cost of assets sold or written off during the year	Total depreciation allowed by the valid depreciable system for the year	Accumulated depreciation of assets sold or written off during the year	Book Value at the end of the year (3 + 4 - 5 - 6 + 7)
1	2	3	4	5	6	7	8
Total:							

Enter the total amount of column 6 on line [18] of the declaration.

Special rules were introduced with effect of reconfiguring the book value as of April 1st 2004 of tangible assets:

Straight-Line Method: If the corporation used this method in 2002, no part of book value shall be considered to have been cancelled during Financial year 2003 and for the first 3 months of 2004. The depreciation deduction in 2004 is computed by extending the productive life of the tangible asset by 15 months. With respect of tangible asset purchased in 2003, the productive life of such asset will commence on April 1st 2004.

Declining-balance Method: If the corporation used this method in 2002, it must compute the depreciation deduction for financial year 2004 by reconfiguring the opening book value of each asset account as of April 1st, 2004 like this:

Book value of the asset account at 2002/12/31:	XXX
Plus: Cost of assets bought during 2003 and first 3 months of 2004:	XXX
Minus: Book value of assets sold during 2003 and first 3 months of 2004 (1)	XXX
Book value of the asset account at 2004/04/01:	XXX

(1): No tax depreciation is calculated for the period of 2003/01/01 to 2004/04/01.

No depreciation is allowed for any asset used to earn a tax-exempt income.

Schedule B- Amortization (intangible assets)

Amount of depreciation according to Income Statement: (Enter this amount in line 12 of the declaration)	
Depreciation method chosen for income tax purpose (check one box):	<input type="checkbox"/> Straight-line method
	<input type="checkbox"/> Declining balance method
	<input type="checkbox"/> Other method, with approval of financial authority.

Type of Intangible Assets (Name)	Book Value at the beginning of the year (see footnotes)	Cost of acquisitions of Intangible Assets during the year (new assets must be available for use)	Cost of Intangible Assets sold or written off during the year	Total amortization allowed by the valid depreciable system for the year	Accumulated amortization of Intangible Assets sold or written off during the year	Book Value at the end of the year (2 +3 -4 -5 +6)
1	2	3	4	5	6	7
Total:						

Enter the total amount of column 5 on line [19] of the declaration.

For Intangible assets, calculate the amortization according to the same rules of depreciation applicable for tangible assets.

No amortization is allowed for any intangible asset used to earn a tax-exempt income.

Schedule C- Payments to Managing Director of a limited liability company

Type of Income	Amount in Income Statement	Allowed as deduction
1	2	3
Salaries- Wages		
Allowances, rewards		
Commission or compensation		
Total		

Enter the total amount in column 2 on line [13] of the declaration and the amount allowed by the Income Tax Law, on line [22] of the declaration.

Schedule D – Non-deductible Expenses

Type of Expense	Amount in Income Statement	Allowed as deduction
1	2	3
Acquisition of Land (if included in income statement)		0
Real Estate Tax		0
Corporate Income Tax		0
Expenses related to exempt income		0
Other		0
Total		

Enter the total amount in column 2 on line [14] of the declaration.

Schedule E- Bad Debts

Amount of bad debt according to Income Statement: (Enter this amount in line 15 of the declaration)	
--	--

Name of the Debtor	ID Number of the debtor (if any)	Amount of debt written off	Date of Creation of the Debt	Does the debt meet the two following conditions?		Amount allowed only if conditions in 5 and 6 are met
				Was it included in earlier income?	Proof of unsuccessful steps to collect it	
1	2	3	4	5	6	7
Total						

If the debt meets the two conditions laid down in columns 5 and 6 enter the total amount in column 7 on line [21] of the declaration.

Schedule F – Other Positive Adjustment

No.	Type of income or expense	Amount
1	2	3

Enter any income which has not been included in Income Statement and that would increase the Taxable Income or any expense that would also increase the taxable income. Record the total positive adjustment amount on line [16] of the declaration.

Negative Adjustments

Schedule G - Income Exempt from Tax

The following incomes are exempt from tax:

- Income of agricultural farmers and animal breeders
- Income of Real estate which is subject to Law of Real Estate #162 of 1959 as amended
- Income of Public Benefit Institutions
- Income of Enterprises in the public sector
- Income exempted from tax by a specific law or international convention
- Income for maritime transport of oil
- Income of Cooperative societies
- Income of Deluxe Hotels up to 5-7 years from beginning date. (number of years of exemption depends on location of Hotel)
- Bank Commissions of local correspondent banks abroad
- Income of foreign Air Transport provided a reciprocal treatment
- Income from poultry farms
- Income of Non-Iraqi for distribution of petroleum products and gas
- Income from expropriation of Real Estate
- Income of bakeries, bread of 120gr. and 165 gr.
- Income of non-Iraqi who have contracts for the export of oil
- Income of Children's day nurseries

If such an amount is included in the Income Statement (IS) complete schedule G and enter the total amount in line [22] of the Tax Return.

Schedule G - Income Exempt from Tax

No.	Description of Income	Taxable	Included in IS	Adjustment
1	2	3	4	5=3-4
		0		
		0		
		0		
		0		

Schedule H – Other Negative Adjustment

No.	Type of income or expense	Amount
1	2	3
	For Financial year 2004 only, enter 33.33% of line [18] & [19]	

Enter any specific non-taxable income which has been included in Income Statement and that would decrease the Taxable Income or any amount that would also decrease the taxable income. Record the total negative adjustment amount on line [23] of the declaration.

Schedule I - Loss Carry Forward

Year of origin	Original Loss	Written off in previous periods	Written off in current year	Accumulated Loss available for next years (1-2-3)
	1	2	3	4
Current year (negative amount of line 25 of declaration*)				
1 st preceding year				
2 nd preceding year				
3 rd preceding year				
4 th preceding year				
5 th preceding year				Expired
Being written off in the current year (not more than 50% of positive amount of line [25]). Use the FIFO method for writing off losses occurred in previous tax periods. Enter this amount in line [26] of the return →				

No loss is recognized for 2003. Year of 2003 shall not be taken into account in determining the five consecutive years to which losses may be carried.

*: Amount of Loss incurred in 2004 (negative amount of line 25 of declaration) must be multiplied by ¾ in order to be carried forward in a subsequent year.

Schedule J – Foreign Tax Credit

Foreign state	Taxable net income earned in foreign state converted in ID	Income tax paid during the current year in the foreign state converted in ID	Unused foreign tax credits from the five past years	Total foreign tax credits available (3+4)	Maximal Tax credit for the current year (column 2 x 15%)	Corporation Income tax before foreign tax credit (line 29 of Corporate tax return)	Foreign tax credit allowable, column five, six or seven, which ever is less	Unused foreign tax credit to be carried forward in subsequent years (5-8)
1	2	3	4	5	6	7	8	9
Total								

Enter total amount of column 8 on line [30] of declaration ↑

Schedule K- Tax withheld on transactions during the period mentioned at line [1a]

No.	Withholding Entity		Date of Withholding	Receipt		Amount of Tax withheld	Remarks
	Name	Taxpayer Identification # (if any)		#	Date		
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
TOTAL:							

Enter total amount of tax withheld on transactions on line [31] of declaration —↑