Emblem of Afghanistan

Islamic Republic of Afghanistan

Ministry of Finance

General Chairmanship of Incomes

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| IDG SECURITY Company |
| Recognition No: 1011898010  Reviewed tax period: 2014  Reviewed Finance type:  Profitable Transactions Finance, Incomes-tax and the Subject Finance |

Review Report- Chairmanship of eminent taxpayers

Review Manager:Rahim "Zahin"

Review Members: Fasihullah and Abdulmatin

Nov., 2017

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Review Report

Reviewable Business: IDG SECURITY

Recognition No: 1011898010

Business Activity: ((Security Service)) Trade

Reviewable Tax Period: 2014

Reviewable Finance Type: The Subject Tax, ProfitableTax and Incomes-Tax

Review Done by:

Review Manager: Rahim "Dhahin"

Review Members: Abdulmatin and Fasihullah

1.0 Background (Presenting the brief information of business activity)

The Structure of Office: IDG SECURITY has established on Nov. 13, 2004 in Afghanistan.

The so-called company has continued its security services from its establishment till now. The head office is located in Kabul province. And Mr. Feiz Mohammad is its financial manager.

How to get incomes:

IDG SECURITY, gains its incomes through security services.

Pre-review Results:

IDG SECURITY has reviewed from its establishment till 2013 and is reviewed from 2014 till now.

Payment History: With regard to binding incomes-tax law and tax administration office law of Afghanistan, the security companies are known to be exempted from payment function of 2 percent tax on profit transactions (before Aug. 2015) result from incomes that gain from security services based on the letter No. RSI-37370 dated May. 28, 2012 the order of procedures and tax exemptions of chairmanship of legal services and the policy of general chairmanship of incomes from profitable tax. And according to tax law (service companies) are binded to enact contract subject tax from payments submitted to others.

IDG SECURITY has submitted its evaluated gross incomes and profitable tax for the year 2014 as the following:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Evaluation Details: | Incomes | Costs | Benefits/Losses | Tax | Crimes |
| Gross Incomes/Sales The price in accordance with  787,626,14  5  the declaration: |  |  |  | 15,752,523 |  |
| Newly Received Incomes: | 424,106,386 |  |  | 8,482,128 |  |
| Total Incomes: | 1,211,732,531 |  |  | 24,234,651 |  |
| It is  based on the letter  No.  RSI-37370 dated May. 28, 2012 the order of procedures and tax exemptions of  princi4,651  palship of legal  servic  es and the policy of general principalship of incomes from  profitable tax |  |  |  | 24,23 |  |
| Total  Costs o the Decla  ration: |  | 687,8  21,970 |  |  |  |
| Net Profits of the Price: |  |  | 99,804,175 |  |  |
| It is 20% exempted based on the letter No.  RSI-37370 dated May.  28,  2012 the order of procedures and tax exemptions of princi  palship of legal services and the policy of gener  al  principalship of incomes f4om incom  es-tax |  |  |  | 19,960,835 |  |
| 1st quarter of the amount | - |  |  | Exempt |  |
| 2nd quarter of -  the  amount |  |  |  | Exempt |  |
| 3rd quarter of -  the amout |  |  |  | Exempt |  |
| 4th quarter of the amount | - |  |  | Exem  pt |  |
| **Total profitable finance** -  **that is paid up 2%:** |  |  |  | - |  |
| **Total achievable taxes and crimes part (A)** |  |  |  |  |  |

The so-called company submits its tax profits (in accordance with incomes-tax declaration) for the year 2014 as the following :

|  |  |  |
| --- | --- | --- |
| Tax Year | Profits in accordance with incomes-tax declaration | Stabilized profits as a result of the review |
| 2014 | 99804175 | Profits amount is  increased as  a result of the review. |

Other Information: it was noted that the IDG SECURITY has claimed that 687821970 Afghans were the costs of ((authorized deductions)) for the year 2014 that it will be cleared after the review that how much of the costs were authorized and how much were unauthorized for the company.

2.0 Purpose and the Range: (Presenting the brief information about how to choose a declaration for the review)

Tax declaration of the IDG SECURITY for the year 2014 in accordance with the process of risk-based accountability that the general chairmanship of incomes has adopted it, has been chosen for the review.

The so-called company has submitted its tax declaration in accordance with the law in the given time

Gross Incomes: