

EBA tax index

Apr – Oct 2019

- Quality of tax legislation
- Complication/easiness of the tax administration
- Fiscal pressure
- Quality of the tax services

105 experts from member companies of the Association have participated in the survey

Period: Apr – Oct 2019

EBA tax index

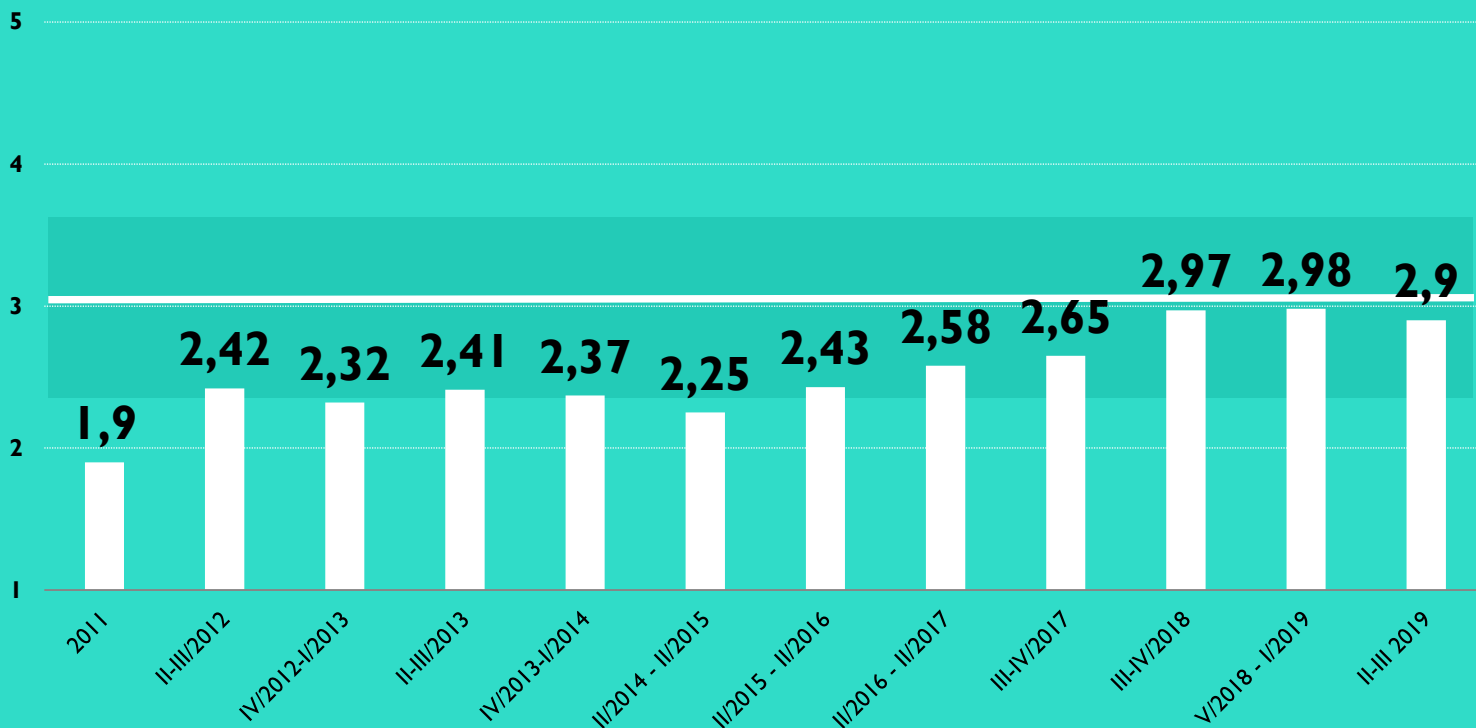
Apr – Oct 2019

2,90

POSITIVE

NEUTRAL

NEGATIVE



tax index: tax legislation

59% of experts

have evaluated the quality of the Ukrainian tax legislation as satisfactory

in contrast 26% of the experts are not satisfied with its quality
15% of the respondents consider the legislation to be of high quality

WHY?

[Factors which had a negative impact on the quality
of tax legislation in Ukraine]

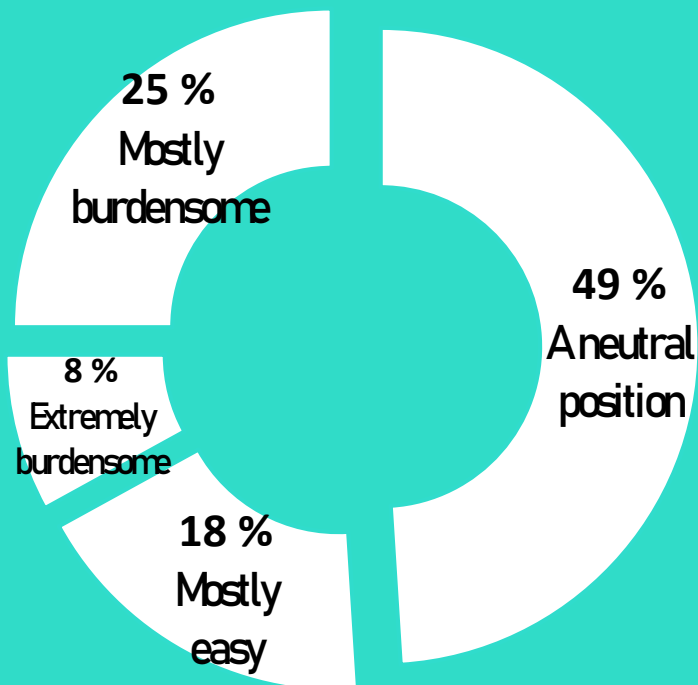
A list of the main factors that negatively influence the tax legislation in Ukraine, in the order of priority:

- Contradictions and ambiguous provisions that cause numerous debates that contradict one another and lead to unjust law enforcement practices
- Constant changes to the legislation
- Various difficulties
- Inadequate rates of taxes and fees
- Other

64% of the experts have evaluated the tax regime as beneficial to business and drawing in investors

36% think that the current tax regime interfered with the growth of businesses and with investment opportunities

tax index:
complexity/easiness of tax
administration



Only 18% of the experts have evaluated the process of tax reporting and tax administration in a positive way.

Instead 33% consider it to be complex and burdensome.

WHY?

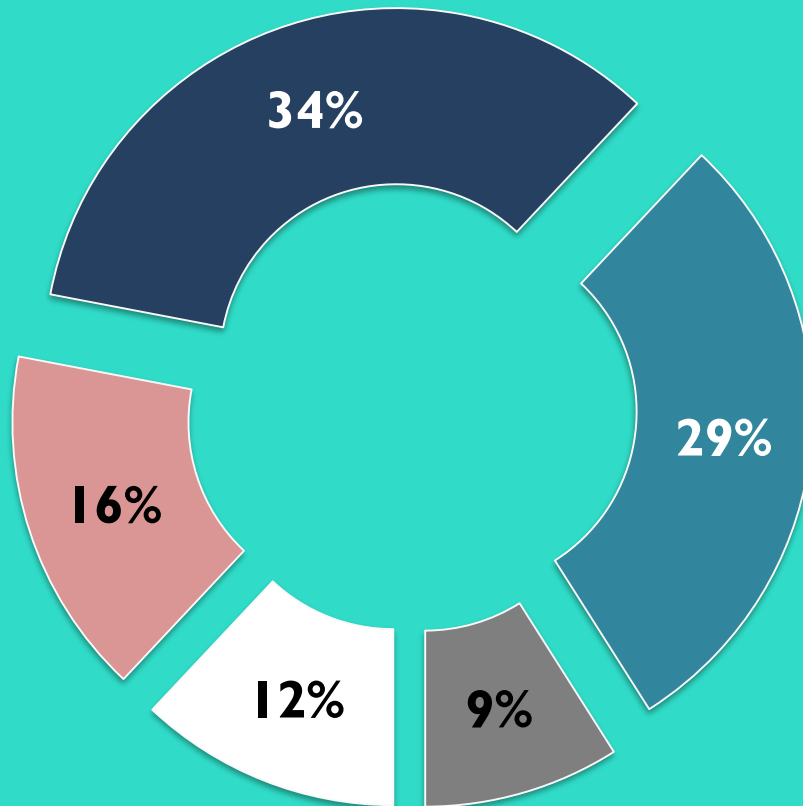
[Factors which impacted on complexity/easiness of tax reporting and tax administration]

A ranking of the factors that influence the complexity/ease of tax reporting and tax administration

- The amount of time spent to prepare tax reporting and tax payments
- Unclear rules and clarifications regarding the preparation of tax reporting and conducting of payments
- Imperfection of the electronic tax reporting system
- Rapid implementation of new rules and lack of time for adaptation
- The amount of payments

tax index: fiscal pressure

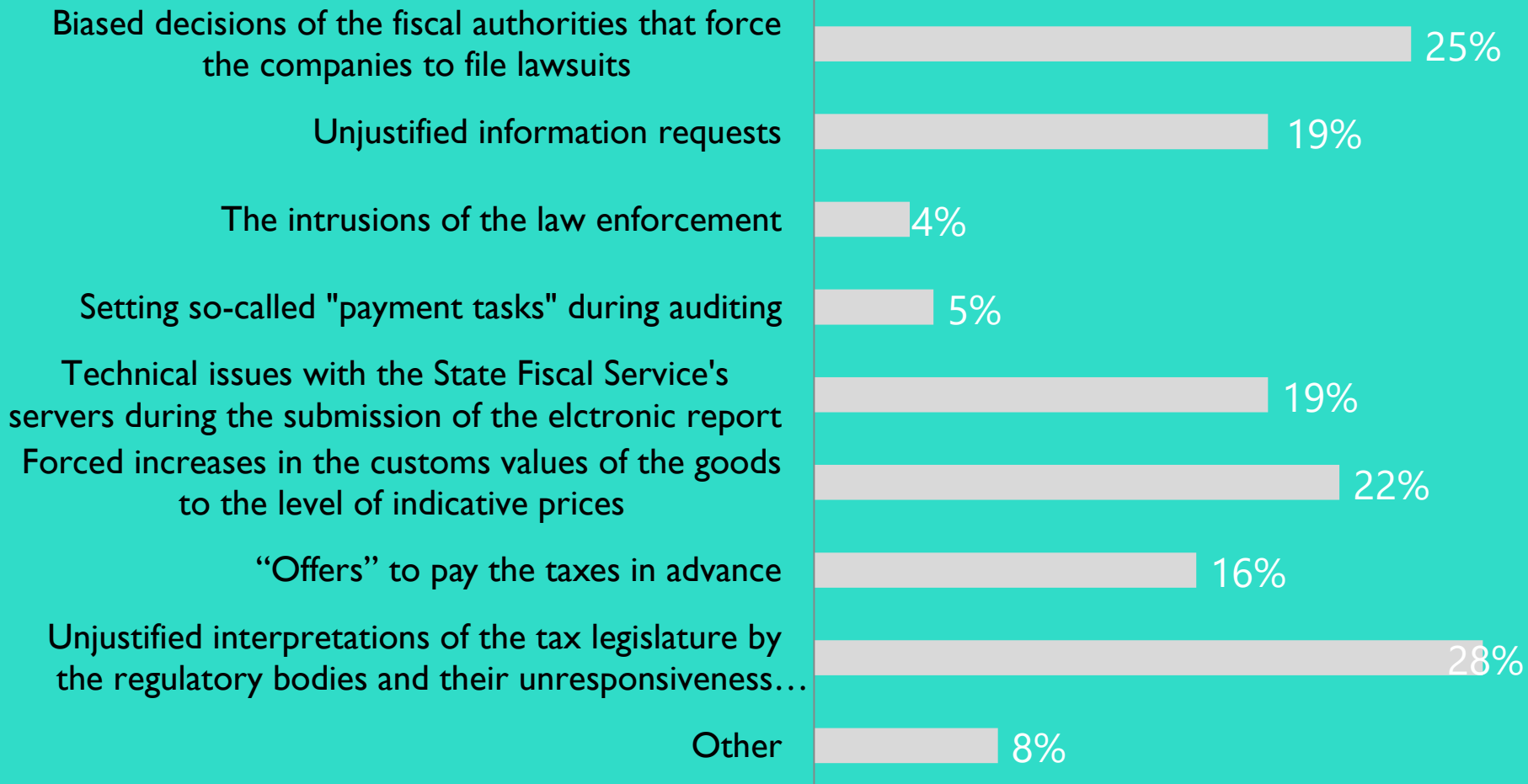
evaluation of the fiscal pressure towards the business



- Significant fiscal pressure
- The fiscal pressure has caused certain difficulties in the company's operations
- Hard to say
- No significant displays of fiscal pressure
- No displays of fiscal pressure

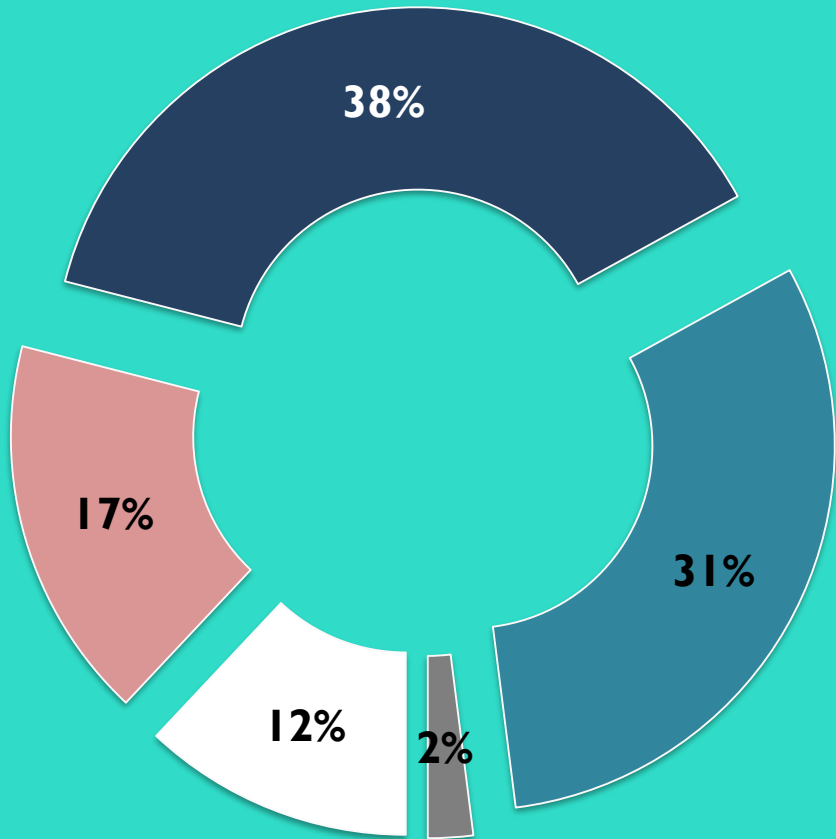
WHAT?

[Fiscal pressure displays that experts have faced]



tax index: quality of tax services

evaluation of the quality of tax services provided by the fiscal authorities



- Absolutely unsatisfied with the quality of the services at all
- Mostly unsatisfied with the quality of the tax services
- Satisfactory
- Mostly satisfied with the quality of the tax services
- Absolutely satisfied with the quality of the tax services

1210 and 1210-1:

- Increasing penalties and complex reporting;
- Imperfect tax rules for controlled foreign companies;
- Introduction of the presumption of guilt of the taxpayer, study of the "actual behavior" of business entities;
- Numerous restrictions on payments to non-residents, if such transactions do not have a "business purpose";
- Burdensome rules on exchange rate differences;
- Increase in rent from iron ore, including through the expansion of the tax base. Cancellation of incentive rates for rent for the extraction of minerals (gas).

1209 and 1209-1

- Maintaining licensing for businesses that use fuel solely for their own consumption;
- There are no norms for combating fuel smuggling from the sea.

provisions of draft
laws

1210-1 and 1209-1,
that raise attention

a profile of the companies:

Large **48%**

Medium **33%**

Small **19%**

Size

Kyiv and the Kyiv region

76%

Region

thank you!

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