

Kurdistan Iraq  
Law  
Number (33) year 2007

Appendix I:

- 1: The following laws have been suspended or deleted from the new Tax Laws (10/C) from Appendix I from income tax law number 113 year 1982 in Kurdistan.
- 2: The following law has been changed from the new Tax Laws from (10/D) from income tax law number 113 year 1982 in Kurdistan by removing the words "Non-Arabic Countries".
- 3: The following laws have been changed for the new Tax Laws from (10/C) from Appendix I from income tax law number 113 year 1982 in Kurdistan, to:

The Citizen of Kurdistan that is outside of Iraq will be considered as living inside Iraq for the purposes of income taxes.

Appendix II:

- 1: The following laws have been suspended or deleted from the new Tax Laws (4) from Appendix II from income tax law number 113 year 1982.
- 2: The following laws have been suspended or deleted from the new Tax Laws (2) from income tax law number 520 year 1987.
- 3: The following laws have been suspended or deleted from the new Tax Laws (20) from Appendix VII from income tax law number 113 year 1982.
- 4: The following laws have been suspended or deleted from the new Tax Laws from income tax law number 73 year 2000.
- 5: The following laws have been suspended or deleted from the new Tax Laws (2) from income tax law number 86 year 2000.
- 6: The following laws have been suspended or deleted from the new Tax Laws Appendix III from income tax law number 5 year 1999.
- 7: The following laws have been suspended or deleted from the new Tax Laws Appendix IV from income tax law number 5 year 1999.
- 8: **\*\*\*DID NOT TRANSLATE SINCE IT DEALS WITH REALESTATE\*\*\***

Appendix III:

- 1: The following laws have been suspended or deleted from the new Tax Laws Appendix I from income tax law number 5 year 1999.
- 2: The following laws have been suspended or deleted from the new Tax Laws Appendix I from income tax law number 219 year 2001.  
Changed to the Following:

Legal Deductions per year, the following allowances shall be granted to the resident individuals only, prior to the tax imposition as follows:

- 1- ID 2,500,000 for a bachelor, a widower, a divorced man or a married man whose wife's income is taxable independently.
- 2- ID 2,500,000 for a married man whose wife is a housewife or who's her income is aggregated with his income.
- 3- ID 300,000 to be added to the legal allowance of the following person for each of his children, irrespective of their numbers.
- 4- ID 3,200,000 for the independent widow or divorced woman. Plus ID 300,000 to be added to the legal allowance of the following person for each of his children, irrespective of their numbers.
- 5- The Employee shall be granted an additional allowance of ID 500,000 if he is more than 63 years.

#### Appendix IV:

- 1: The following laws have been suspended or deleted from the new Tax Laws Appendix II from income tax law number 5 year 1999.
- 2: The following laws have been suspended or deleted from the new Tax Laws Appendix III from income tax law number 219 year 2001.
- 3: The following laws have been suspended or deleted from the new Tax Laws Number (6,7) from income tax law number 294 year 1999.
- 4: The following laws have been suspended or deleted from the new Tax Laws (2) from Appendix XIII from income tax law number 113 year 1982 in Kurdistan. Changed to:

- 1- Taxable income after Deductions will be taxed by the following:
  - a. If your income is 1,000,000 IQD or Less you will pay 3% of taxable income
  - b. If your income is between 2,000,000 IQD to 4,000,000 you will pay 5% of taxable income
  - c. If your income is between 4,000,000 IQD to 6,000,000 you will pay 10% of taxable income
  - d. If your income is over 6,000,000 you will pay 15% of taxable income
- 2- Non-Residents will pay taxes as if they were Residents of Kurdistan however will not benefit from deductions.
- 3- Private and Small Companies in Kurdistan, will pay 15% on their profit.
- 4- ALL non-government employee will pay 5% of their income over 700,000 IQD.

#### Appendix V:

**\*\*\*DID NOT TRANSLATE SINCE IT DEALS WITH AGRICULTURE AND INHERITANCE\*\*\***

#### APPENDIX VI:

The following laws in paragraph 2 Appendix XXVII from income tax law number 113 year 1982, has been changed to.

Companies that are registered or not registered need to send their projected accountancy statement before July 1<sup>st</sup>, of each year.

APPENDIX VII:

No other Laws will take president over these.

APPENDIX VIII:

The Minister of Finance and Economics in Kurdistan may amend to these laws.

APPENDIX IX:

The Kurdistan Parliament must enforce these laws.

APPENDIX X:

These laws are effective from 1/1/2008, and will be published in the official Newspaper (WAKEFT KURDISTAN)