



# Are you an SME in the UAE?

Here's what you need to know about  
Corporate Tax Relief.



Find out if you qualify for Small Business Relief  
and what it means for your tax filings.

Swipe to see if you're eligible



# Who Qualifies for Small Business Relief?

- Businesses with revenue  $\leq$  AED 3 million per tax period (until Dec 2026).
- Applicable to tax periods from **1 June 2023**.
- Must be a Resident Person (individual or entity) registered for Corporate Tax.

## **Not Eligible:**

- Multinational Enterprise Groups (MNEs) with revenue  $>$  AED 3.15 billion.
- Qualifying Free Zone Persons.
- Businesses that artificially separate their Businesses into more than one entity to stay under the limit.



# Claiming Small Business Relief

- File a simplified tax return and elect for relief each year.
- No corporate tax payable for that period.
- No transfer pricing documentation required.
- Can use cash basis accounting.

## **Impact:**

- Cannot carry forward new tax losses or net interest.
- Cannot access other corporate restructuring reliefs.



# Stay Compliant & Avoid Penalties

- Still must register, file returns, and keep records for 7 years.
- Records: invoices, ledgers, bank statements, etc.

## **Penalties for failure to file corporate tax returns within timeline:**

- Late filing: AED 500/month (first 12 months), AED 1,000/month thereafter.
- Late payment: 14% annualized penalty on unpaid tax.

**Unsure if your SME qualifies for tax relief?**

**Gatestone Group can guide you.**