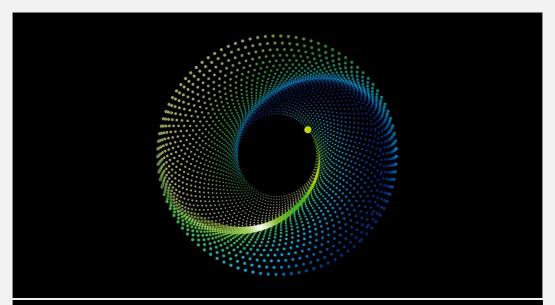
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Cambodia | Tax and Legal Services | 23 October 2024



# Cambodia Tax Alert Guidance addresses tax obligations related to real estate leases

Greetings from your Tax & Legal team at Deloitte Cambodia.

We are pleased to update you on the following:

The Cambodia General Department of Taxation (GDT) issued Instruction No. 33000 on 18 September 2024 addressing the tax obligations related to real estate leases. The guidance provides as follows:

- For lease agreements that stipulate a period of time for construction, design, repair, or renovation, the tax on income, withholding tax, and value added tax apply to the agreed amount (i.e., free of charge or after a discount) mentioned in the agreement. However, the stipulated period should not exceed 10% of the total lease term stated in the agreement.
- 2. For agreements described in 1. above, the property owner must submit the lease agreement to the tax administration within 30 days after the signing date.
- 3. If the construction, design, repair, or renovation period is extended, the property owner must submit a request to the tax administration for review and approval.

Pursuant to the GDT instruction, property owners can allow their customers a reasonable time (i.e., 10% of the total lease term) for construction, design,

repair, or renovation of land, warehouses, buildings, or offices for business purposes.

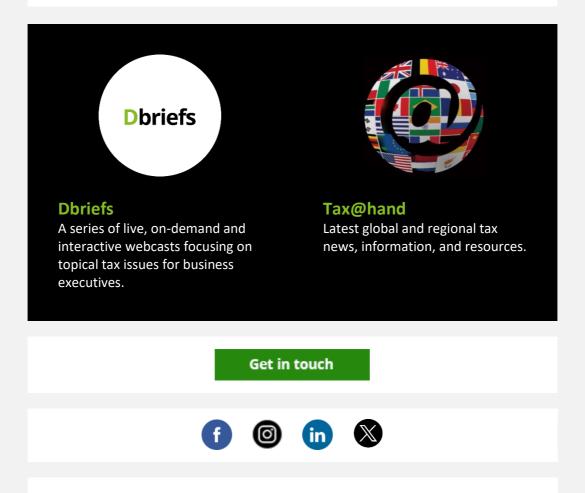
## Contacts

Should you have any comments or questions arising from this newsletter, please contact the Deloitte Cambodia tax team below.

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