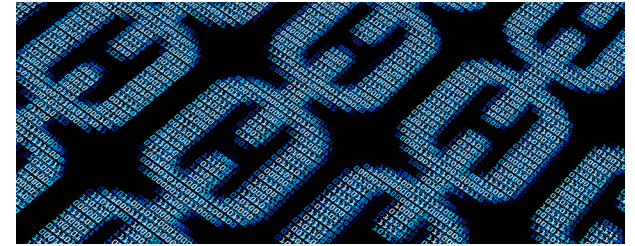


The Municipality of Panama establishes new exemptions and measures for the payment arrangement of fines for taxpayers.



Seeking to temporarily provide mechanisms that facilitate compliance with tax obligations arising from fines, the Municipality of Panama issues agreement **No.150 of June 6, 2023** (here in after "the Agreement"), whereby, different types of exemptions are granted.

Among the exemptions established **for taxpayers of the Municipality of Panama who pay the total debt** within the period from June 12, 2023 to July 15, 2023, are the following:

1. Exemption of fifty percent (50%) of the fine imposed for not submitting the Annual Sworn Declaration of Income.
2. Exemption of fifty percent (50%) of the fine imposed for not presenting all the documents requested due to inconsistencies in the declaration within the agreed term.

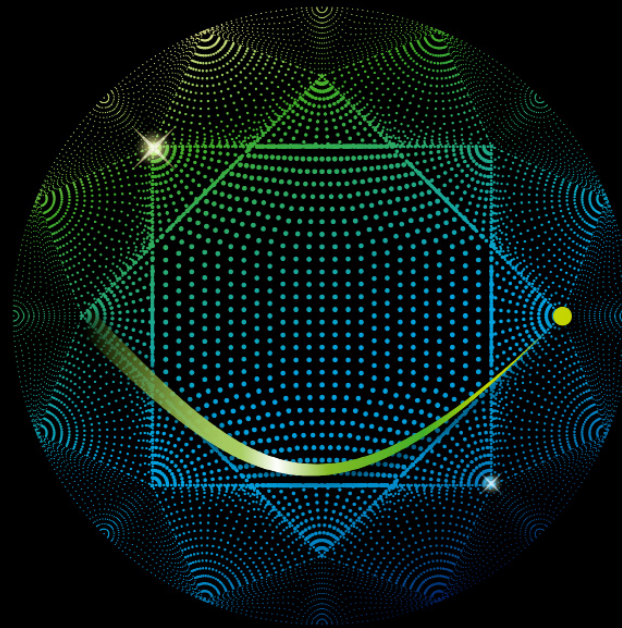
Also, the following exemptions are granted, **for all taxpayers who make payment arrangements of the total debt**, from June 12 to July 15, 2023:

1. Exemption of twenty-five percent (25%) of the fine already imposed for not presenting the Annual Sworn Declaration of Income.
2. Exemption of twenty-five percent (25%) of the fine imposed for failing to submit all the documents requested due to inconsistencies in the Declaration within the agreed term.

It is important to clarify that for the application of the benefits indicated above, the taxpayer must not only sign the payment arrangement but also make a payment of at least 15 percent (15%) of the total amount agreed after the exemption discount is applied to that total. Said arrangements may not exceed a maximum of twelve (12) letters per month.

If the taxpayer has not complied with the obligations corresponding to this year 2023, such as submitting the sworn declaration of income or delivering the requested documentation regarding the inconsistency of the sworn declarations, **they will not be able to avail themselves of any of the exemptions established by the Agreement.**





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