

COMPANY INCOME TAX RETURN – 2006

Batch No.:

Serial No.:

By virtue of the Assessment and Collection of Taxes Law, No. 4 of 1978 as amended, you are hereby required to complete the Company Income Tax Return for the tax year 2006 with the true and correct particulars regarding the company's income, and to submit it, either via the TAXISnet service at website <http://taxisnet.mof.gov.cy>, or in printed form duly completed and signed, not later than **30th April 2007** or where accounts are submitted, not later than 31st December, 2007. For the purposes of this return, the completion of all the information in Part 2 is deemed to be equivalent to the submission of accounts. However, the accounts and computations may be requested by the Department of Inland Revenue at a later date and you are obliged to present them on demand.

- For any amendments / corrections to the data printed on the I.R.4 NOT (2006), complete and submit Form I.R.162A (2007)
- This Return must be completed in **capital letters** and all amounts must be stated in **Cyprus pounds**. Dates must be in the form DD/MM/YYYY, income must be declared to the nearest pound and the precise amount of taxes and contributions should be declared.
- The director or any other person exercising the management of a legal person is responsible for the submission of this declaration

G. POUFOS
Director of the Inland Revenue Department

PART 1 - COMPANY INFORMATION

Please tick the relevant boxes wherever necessary

1.1. TAX IDENTIFICATION CODE (T.I.C.)

1.2. COMPANY NAME

1.3. PROFESSIONAL CONSULTANTS AND DIRECTORS

	NAME	CODE*	T.I.C. / ID. NO. / A.R.C. NO.
1 AUDITOR			
2 MANAGING DIRECTOR			
3 SECRETARY			
4 LAWYER			
5 BANKER A			
6 BANKER B			
7 BANKER C			

* CODE 1 T.I.C. 2 Identity Card Number 3 Registration Number (company / partnership registered in the Republic), 4 Passport Number / Alien Registration Card Number 5 Other Organisation (registered outside the Republic)

1.4. SHAREHOLDERS

SHAREHOLDERS' NAME ¹ if the space is insufficient attach a separate list	CAT ²	T.I.C.	DATE ACQUIRED	NO. OF SHARES 31 / 12 / 2006	NO. OF SHARES 31 / 12 / 2005
1					
2					
3					
4					
5					
6					
7					

TOTAL

¹ Companies quoted on the Cyprus Stock Exchange must give details for each category of shareholders

² CATEGORY: 1 individuals resident in the Republic 2 individuals not resident in the Republic
 3 bodies of persons resident in the Republic 4 bodies of persons not resident in the Republic

1.5. OPTION FOR SHIP MANAGEMENT COMPANIES

DOES THE COMPANY ELECT TO HAVE ITS SHIP MANAGEMENT PROFITS TAXED UNDER

A) INCOME TAX LAW (ARTICLE 19)

(attach the Certificate of Ship Management Status (Form M.S. 53) of the Department of Merchant Shipping.)

INCOME TAX

OR

B) THE MERCHANT SHIPPING (FEES AND TAXES PROVISIONS) LAW?

MERCHANT SHIPPING

1.6. CONTROL, MANAGEMENT AND PERMANENT ESTABLISHMENT

1 DID THE COMPANY HAVE ITS MANAGEMENT AND CONTROL AS AT 31/12/2006 OR A PERMANENT ESTABLISHMENT IN THE REPUBLIC? YES NO

2 IF YOU ARE NOT RESIDENT IN THE REPUBLIC AND YOU HAVE A PERMANENT ESTABLISHMENT IN THE REPUBLIC, DO YOU ELECT TO HAVE THE SAME TAX TREATMENT AS A CYPRUS RESIDENT? YES NO

If you make the election then you must include all your world wide income expressed in Cyprus pounds.

1.7. COMPANY TYPE

1 ARE YOU A CREDIT INSTITUTION OR ORGANISATION? YES NO

2 ARE YOU AN INSURANCE COMPANY OR ORGANISATION? YES NO

3 IS THE COMPANY DORMANT? YES NO

4 DOES YOUR ORGANISATION OWN SHIPS? YES NO

PART 2 - ACCOUNTS

If you are in the insurance or credit business, replace the balance sheet in Part 2.1, the profit and loss account in Part 2.2 and notes 3 and 9 of Part 2.3, whenever these are not applicable, with the information in forms I.R.4 BANK and I.R.4 INS accordingly.

2.1 BALANCE SHEET		NOTE	2006 CYP				2005 €CYP			
			1 Cost	2 Revaluation	3 Depreciation / Diminution	4 Net Book Value				
A. Fixed assets										
I Intangible assets					-					
II Tangible assets										
1 Immovable property	2.3.1				-					
2 Other tangible assets					-					
III Financial assets	2.3.2									
1 Shares in affiliated undertakings					-					
2 Participating Interests					-					
3 Investments held as fixed assets					-					
IV Other fixed assets of an investment nature					-					
B. Other assets: Short and long term										
I 1. Stocks					2.3.3 and 2.3.9					
2. Provision for loss of value of stocks					2.3.3 and 2.3.9	-	-			
II Debtors				Within one year	After more than one year	Total				
1 Trade debtors										
2 Provision for bad debts			-		-	-	-			
3 Loans to affiliated undertakings and amounts owed by undertakings with which the company is linked by virtue of participating interests	2.3.4 and 2.3.5									
4 Other Loans	2.3.6 and 2.3.7									
5 Prepayments and accrued income										
III Investments					2.3.2					
1 Shares in affiliated undertakings										
2 Other investments										
IV Cash at bank and in hand										
1 Cash in hand										
2 Cash at bank										
C. Creditors: Short and long term liabilities			±	Within one year	±	After more than one year	±	Total	±	
1 Debenture loans			-		-		-		-	
2 Convertible debenture loans			-		-		-		-	
3 Amounts owed to credit and other institutions (e.g. loans from government funds etc.)			-		-		-		-	
4 Trade creditors			-		-		-		-	
5 Bills of exchange			-		-		-		-	
6 Amounts owed to undertakings with which the company is linked by virtue of participating interest	2.3.4 and 2.3.5		-		-		-		-	
7 Provisions for pensions and similar obligations			-		-		-		-	
8 Provision for taxes owed to I.R.D.										
9 Other creditors including other taxes and social security	2.3.6 and 2.3.7		-		-		-		-	
10 Other provisions			-		-		-		-	
11 Accruals and deferred Income			-		-		-		-	
D. Net Assets / (Liabilities)										
E. Capital and Reserves							±	2006	±	2005
I Issued capital										
II Unpaid share capital							-		-	
III Own shares							-		-	
IV Share premium account										
V Revaluation reserve										
VI Reserves										
1 Legal reserve required by any law										
2 Reserve for own shares										
3 Reserve provided for by the articles of association										
4 Other reserves										
5 Profit and loss reserve										
6 Exchange difference from the retranslation of opening balances										
VII Exchange difference of permanent establishment or branch overseas										
F. Net Liabilities / (Assets)										

2.2 PROFIT AND LOSS		NOTE	± ⁶ 2006	± ⁷ 2005
1 .	Turnover (net of discounts)		+	+
2 .	Commissions		-	-
3 .	Cost of sales	2.3.9	-	-
4 .	Gross profit or loss (2.2.1 less 2.2.2 less 2.2.3)			
5 .	Dividends receivable (gross)		+	+
6 .	Interest receivable		+	+
7 .	Rents	2.3.10		
	1 Gross 2 Property expenses 3 Depreciation			
	2006			
	2005			
8 .	Gross royalties		+	+
9 .	Share of profit / loss from partnership or other undertaking	2.3.11		
10 .	Other operating income		+	+
11 .	Other income (including extraordinary items)		+	+
12 .	Total income (Cast lines 2.2.4 to 2.2.11 for each year)			
	Expenses			
	1 Distribution 2 Administration		COLUMNS 1 + 2	
13 .	Salaries and staff costs	2.3.12	-	-
14 .	Travelling - local		-	-
15 .	Travelling - overseas		-	-
16 .	Motor vehicle		-	-
17 .	Repairs and maintenance		-	-
18 .	Rents		-	-
19 .	Subscription and donation		-	-
20 .	Entertainment of any type		-	-
21 .	Depreciation		-	-
22 .	Accounting, auditing and legal		-	-
23 .	Other		-	-
24 .	Bad Debts - specific provision		Debit (Credit)	- +
25 .	Bad Debts - general provision		Debit (Credit)	- +
26 .	Other (including extraordinary items)		-	-
27 .	Profit / loss from the disposal or revaluation of fixed assets			
28 .	Profit / loss from the disposal or revaluation of investments			
29 .	Research and development costs/expense			
	Finance expenses			
30 .	Bank charges		-	-
31 .	Interest ¹ Overdraft ² Loans ³ Hire Purchase ⁴ Debentures ⁵ Other			
	2006			
	2005			
	Foreign exchange differences			
	¹ fixed assets that do not qualify for Cap. All. ² fixed assets that qualify for Cap. All. ³ transactions of a current nature			
32 .	Unrealised			
33 .	Realised			
34 .	Net Profit / loss from operations (2.2.12 less total of lines 2.2.13 to 2.2.33)			
35 .	Tax of profit or loss from ordinary activities, current and previous years.			
36 .	Other taxes (including overseas taxes and deferred taxation)			
37 .	Profit / loss for year (Add or subtract lines 2.2.34 to 2.2.36 accordingly.)			
38 .	Transfer to legal reserve required by any law			
39 .	Profit / loss after the transfer to legal reserve required by any law. (2.2.37 less 2.2.38)			
	Distribution of profits and (losses) for year		± 2006	± 2005
40 .	Dividends paid / proposed.	2.3.14		
41 .	Transfer to capital reserve			
42 .	Transfer to profit and loss reserve			
43 .	Transfer to other reserve			
44 .	Profit / loss of year (Add or Subtract lines 2.2.40 to 2.2.43 accordingly).			

2.3 NOTES TO THE ACCOUNTS (Notes 1 to 9, 12 and 17 relate to the accounting year. Notes 10 and 13 to 16 relate to the tax year. Note 11 relates to both)	Tick wherever necessary
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2.3.1 IMMOVABLE PROPERTY IN THE REPUBLIC INCLUDED IN THE COMPANY'S ASSETS (LAND, BUILDINGS AND LEASES)			
		2006	2005
Cost	¹ at beginning of year		
	² additions		
	³ deductions	-	-
	⁴ at end of year		
⁵ Sales Proceeds	in the case of disposals		
⁶ Titles of ownership:	Is there any immovable property in the accounts that is registered in the name of the directors, shareholders or related and connected companies or persons?	<input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO

2.3.2 SHARES IN CYPRUS PRIVATE COMPANIES INCLUDED IN THE COMPANY'S ASSETS			
		2006	2005
Cost	¹ at beginning of year		
	² additions		
	³ deductions	-	-
	⁴ at end of year		
⁵ Sales Proceeds	in the case of disposals		
⁶ Titles of ownership:	Are there any shares in the accounts that are registered in the name of the directors, shareholders or related and connected companies or persons?	<input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO

2.3.3 STOCKS			
¹ Was a physical stock count performed at the end of the year?		<input type="checkbox"/> N/A	<input type="checkbox"/> YES <input type="checkbox"/> NO
² Stock Valuation Method	<input type="checkbox"/> First in first out	<input type="checkbox"/> Last in first out	<input type="checkbox"/> Average Cost <input type="checkbox"/> Other
³ Do you use lower of cost and net realizable value?		<input type="checkbox"/> YES	<input type="checkbox"/> NO
⁴ Is there a change in the method used from the previous year?		<input type="checkbox"/> YES	<input type="checkbox"/> NO

2.3.4 BALANCES WITH GROUP COMPANIES (as defined in section 13(8)(b-d))				
	2006		2005	
	Debit	Credit	Debit	Credit
¹ Balance at beginning of year				
² Withdrawals / Deposits of cash				
³ Amounts included in the company's Turnover (Dr) and Cost of sales (Cr)				
⁴ Other charges to (Dr) and from (Cr) the company from and to its related undertakings ⁽⁶⁾ (including the transfer of assets)				
⁵ Balance at end of year				
⁶ Interest receivable (Dr) and payable (Cr) which was recognised in the profit and loss included in other charges				
⁷ Are all sales, purchases and other charges at market price?	<input type="checkbox"/> YES	<input type="checkbox"/> NO	<input type="checkbox"/> YES	<input type="checkbox"/> NO

2.3.5 BALANCES WITH OTHER RELATED, SUBSIDIARY AND OTHER UNDERTAKINGS				
	2006		2005	
	Debit	Credit	Debit	Credit
¹ Balance at beginning of year				
² Withdrawals / Deposits of Cash				
³ Amounts included in the company's Turnover (Dr) and Cost of sales (Cr)				
⁴ Other charges to (Dr) and from (Cr) the company from and to its related undertakings ⁽⁶⁾ (including the transfer of assets)				
⁵ Balance at end of year				
⁶ Interest receivable (Dr) and payable (Cr) which was recognised in the profit and loss included in other charges				
⁷ Are all sales, purchases and other charges at market price?	<input type="checkbox"/> YES	<input type="checkbox"/> NO	<input type="checkbox"/> YES	<input type="checkbox"/> NO

2.3.6 OTHER NON TRADING DEBTORS AND CREDITORS

(excluding balances of directors and shareholders, Social Insurance and VAT)	2006		2005	
	Debit	Credit	Debit	Credit
¹ Balance at beginning of year				
² Withdrawals (Dr) / Deposits (Cr) of Cash				
³ Amounts included in other expenses (Dr), other income (Cr), assets (Dr) or liabilities (Cr) of the company ⁽⁵⁾				
⁴ Balance at end of year				
⁵ Interest credited (Dr) and charged (Cr) (that was recognised) in the profit and loss				
⁶ Are all the charges at market price?	<input type="checkbox"/> YES <input type="checkbox"/> NO		<input type="checkbox"/> YES <input type="checkbox"/> NO	

2.3.7 BALANCES OF DIRECTORS AND SHAREHOLDERS (article 39)

	2006		2005	
	Debit	Credit	Debit	Credit
¹ Balance at beginning of year				
² Withdrawals (Dr) / Deposits (Cr) of Cash				
³ Amounts included in the company's Turnover (Dr) and Cost of sales (Cr)				
⁴ Amounts included in other expenses (Dr), other income (Cr), assets (Dr) or liabilities (Cr) of the company ⁽⁶⁾				
⁵ Balance at end of year				
⁶ Interest credited (Dr) and charged (Cr) (that was recognised) in the profit and loss				
⁷ Are all sales, purchases and charges at market price?	<input type="checkbox"/> YES <input type="checkbox"/> NO		<input type="checkbox"/> YES <input type="checkbox"/> NO	

2.3.8 ACCOUNTING PERIOD FROM

DD	MM	YYYY
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TO

DD	MM	YYYY
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If the period of accounts falls into 2 different tax years the profit must be time apportioned into the relevant tax years in the tax computations .

2.3.9 COST OF SALES AND WORK IN PROGRESS

	2006			2005
	materials	work in progress	finished goods	
¹ Opening stock				
² Purchases for year				
³ Labour (As Part 2.3.12)				
⁴ Subcontractors				
⁵ Finance Expenses				
⁶ Depreciation				
⁷ Other				
⁸ From Materials / Work in Progress				
⁹ Closing Stock	-	-	-	-
¹⁰ To Work in progress / Finished goods / Cost of sales				

2.3.10 INCOME FROM THE RENTING OR OTHER COMMERCIAL USE OF A BUILDING UNDER PERSERVATION ORDER

1 REG. NO.	2 PROTECTION ORDER NO.	3 RECOGNISED AREA (sq. m.)	4 INCOME	5 RENOVATION COST	6 SUBSIDIES GRANTED DURING THE YEAR

2.3.11 INCOME FROM PARTNERSHIPS AND JOINT VENTURES

1 PARTNERSHIP NAME	2 T.I.C.	3 PROFIT / LOSS as per the profit and loss	4 TAXABLE PROFIT / LOSS <u>before</u> capital allowances and balancing deductions / additions	5 CAPITAL ALLOWANCES	6 BALANCING ADDITION / DEDUCTION

2.3.12 PERSONNEL AND LABOUR COSTS

	2006			2005
	Cost of sales	Distribution	Administration	Total
¹ Directors salaries				
² Other salaries and wages				
³ Benefits in kind (including bonuses and contributions to the holidays fund)				
⁴ Employers' contributions to approved provident funds.				
⁵ Employers' contributions to non-approved provident funds.				
⁶ Employers' contribution to the Social Coherence Fund.				
⁷ Employers' contributions to other funds (social insurance, medical etc.)				
⁸ Payments on retirement				
⁹ Other				
¹⁰ As per profit and loss				
¹¹ Number of employees in each category				
¹² Amounts included in 1 - 3 above and are not included in an employers return in the Republic				
¹³ Does the company offer any benefits in kind, such as use of car, house etc that is not reflected above?				<input type="checkbox"/> YES <input type="checkbox"/> NO
¹⁴ If YES has the company declared this benefit in the employer's declaration and / or form I.R.63 of its employees?				<input type="checkbox"/> YES <input type="checkbox"/> NO
¹⁵ Are the amounts declared in this part included in the employer's declaration IR7 (bearing in mind your answer to Part 2.3.12.12)?				<input type="checkbox"/> YES <input type="checkbox"/> NO

if you have answered NO to question 15 then you must submit an additional employer's return concurrently with this declaration

2.3.13 AMOUNTS PAID TO PERSONS RESIDENT ABROAD FOR SERVICES IN THE REPUBLIC AND TAX WITHHELD UNDER ARTICLE 24 OF THE INCOME TAX LAW 118(I)/2002

GROSS AMOUNT PAID	AMOUNT PAID	RATE OF DEDUCTION	RETAINED AMOUNT PAID TO IRD.
¹ FOR ROYALTIES, USE OF LICENCES, COMPENSATIONS ETC.– MAXIMUM RATE 10% (ARTICLE 21)		%	
² FOR FILM RENTALS FOR THE SHOWING OF MOVIES ETC. – MAXIMUM RATE 5% (ARTICLE 22)		%	
³ TO PROFESSIONAL ARTISTS AND OTHER PERSONS WHO PROVIDE ENTERTAINMENT – MAXIMUM RATE 10% (ARTICLE 23)		%	

2.3.14 DIVIDENDS

DIVIDENDS WHICH WERE	2006			2005		
	YEAR EARNED	DATE OF PAYMENT	GROSS	YEAR EARNED	DATE OF PAYMENT	GROSS
¹ PAID IN 2006 FROM PROFITS	BEFORE 2003/...../2006		BEFORE 2003/...../2005	
² PAID IN 2006 FROM PROFITS OF	/...../2006		/...../2005	
³ PAID IN 2006 FROM PROFITS OF	/...../2006		/...../2005	
⁵ PAID IN 2006 FROM PROFITS OF	/...../2006		/...../2005	
⁶ PROPOSED BUT NOT PAID						

2.3.15 DO YOU DEAL IN THE AREA OF CONSTRUCTION, DEVELOPMENT OR LAND DEVELOPMENT?
 YES NO

IF YOU HAVE ANSWERED YES, PLEASE ANSWER THE FOLLOWING:

¹ DO YOU APPLY THE SUBSTANTIALLY COMPLETE METHOD 90% OR THE METHOD OF PERCENTAGE OF COMPLETION 50% FOR THE COMPUTATION OF YOUR TAXABLE INCOME (AS DESCRIBED IN REGULATION 340/89)?

90% 50% OTHER, EXPLAIN _____

² DOES YOUR ACCOUNTING PROFIT RECOGNITION POLICY DIFFER SIGNIFICANTLY (10%) FROM THE RECOGNITION METHOD USED FOR TAXATION PURPOSES (90% AND 50% AS PER REGULATION 340/89)?

 YES NO

³ COMPLETE THE FORM OR FORMS FOR DEVELOPMENT PROJECTS, CONSTRUCTION UNDERTAKEN FOR THIRD PARTIES AND SEPARATION OF LAND THAT ARE APPLICABLE IN YOUR CASE (I.R.4 CONST) AND SUBMIT THEM WITH YOUR DECLARATION.

2.3.16 METHOD USED FOR ISSUING INVOICES AND OTHER RECEIPTS

Tick where appropriate

1. DUPLICATE INVOICES AND RECEIPTS (MANUAL)	2. ELECTRONIC CASH POINT (ECP)	3. COMPUTER	4. POINT OF SALES (POS)	5. OTHER	DESCRIPTION
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	NO. OF MACHINES <input type="checkbox"/>				

2.3.17 CURRENCY IN WHICH ACCOUNTS ARE KEPT AND TRANSLATED

	2006	2005
¹ CURRENCY IN WHICH THE COMPANY'S BOOKS ARE KEPT		
² EXCHANGE RATE FOR CONVERSION TO CYPRUS POUNDS	£1 CYP =	£1 CYP =

PART 3 – COMPUTATION OF TAXABLE INCOME

1	PROFIT / LOSS AS PER PROFIT AND LOSS ACCOUNT BEFORE THE DEDUCTION OF TAX (PART 2.2.34)		
ADJUSTMENTS		AMOUNTS THAT INCREASE TAXABLE INCOME (A)	AMOUNTS THAT DECREASE TAXABLE INCOME (B)
FIXED ASSETS			
2	LOSS (A) / PROFIT (B) FROM THE DISPOSAL OF FIXED ASSETS	-	
3	LOSS (A)/PROFIT (B) FROM THE REVALUATION OF CURRENT AND FIXED ASSETS	-	
4	BALANCING ADDITION (A) /DEDUCTION (B)	-	
5	DEPRECIATION AND AMORTISATION (INCLUDING GOODWILL) PER PROFIT AND LOSS (A)/ CAPITAL ALLOWANCES (B)	-	
6	EXPENSE (A)/ DEPRECIATION (A) PER PROFIT AND LOSS / ALLOWANCES (B) FOR SCIENTIFIC RESEARCH EXPENSES	-	
7	EXPENSES (A) / DEPRECIATION (A) PER PROFIT AND LOSS / ALLOWANCES (B) FOR PATENTS OR PATENT RIGHTS AND ROYALTIES	-	
INCOME ASSESSED ON DIFFERENT BASIS			
8	COLLECTION (A)/ INCREASE IN AMOUNTS DUE (A)/ LOSS (A) / PROFIT (B) FROM THE DISPOSAL OF PATENTS OR PATENT RIGHTS AND ROYALTIES	-	
9	TIME APPORTIONMENT OF PROFIT / LOSS FOR YEARS THAT DO NOT END AT 31/12	-	
10	TAXABLE LOSS (A) / INCOME (B) ASSESSED ON A DIFFERENT BASIS FROM THAT OF THE PROFIT AND LOSS	-	
11	INTEREST IMPOSED ON THE DEBIT BALANCES OF SHAREHOLDERS AND DIRECTORS (ARTICLE 39)		
INCOME THAT IS EXEMPT			
12	DIVIDENDS	-	
13	50% OF INTEREST RECEIVED	-	
14	EXTRAORDINARY ITEMS THAT ARE NOT TAXABLE	-	
15	LOSS (A)/ PROFIT (B) FROM PRESERVED BUILDINGS	-	
16	LOSS (A)/ INCOME (B) OF PERMANENT ESTABLISHMENT OVERSEAS	-	
17	LOSS (A)/ INCOME (B) NOT TAXABLE BY VIRTUE OF DOUBLE TAX AGREEMENT	-	
18	LOSS (A)/ PROFIT (B) FROM THE DISPOSAL OF SHARES QUOTED ON THE CSE	-	
19	LOSS (A)/ PROFIT (B) FROM THE DISPOSAL OF SHARES IN CYPRUS COMPANIES NOT QUOTED ON THE CSE	-	
20	LOSS (A)/ PROFIT (B) FROM THE DISPOSAL OF SHARES IN OTHER COMPANIES	-	
DISALLOWED EXPENDITURE			
21	UNREALISED EXCHANGE DIFFERENCES	-	
22	EXCHANGE DIFFERENCE RE FIXED ASSETS THAT DO NOT QUALIFY FOR CAPITAL ALLOWANCES	-	
23	GENERAL PROVISION FOR BAD DEBTS	-	
24	GENERAL PROVISION FOR REDUCTION IN THE VALUE OF STOCKS	-	
25	INTEREST PAYABLE TO ANY GOVERNMENT OR GOVERNMENT ORGANIZATIONS		
26	INTEREST DISALLOWED		
27	CONTRIBUTIONS TO FUNDS THAT DO NOT COMPLY WITH THE PROVISIONS OF ARTICLE 14		
28	GIFTS AND DONATIONS		
29	LEGAL EXPENSES AND EXPENSES INCURRED TO RAISE CAPITAL		
30	ENTERTAINMENT		
31	FINES AND OTHER DIRECT TAXES THAT ARE NOT ALLOWED (INCLUDING CONTRIBUTIONS TO THE COHERENCE FUND)		
32	EXPENSES OF PRIVATE MOTOR VEHICLES		
OTHER			
33		-	
34		-	
35		-	
36	TOTAL ADJUSTMENTS	-	
37	TAXABLE INCOME / LOSS FOR YEAR (±)		

PART 4 - COMPUTATION OF CORPORATE TAX

4.1 TAXABLE INCOME FOR THE YEAR	The total of column C below must be equal to the Profit / Loss in accordance with the computation of taxable income before the deduction of prior year losses and the surrendering of losses of groups.				
SOURCE OF INCOME	TAXABLE PROFIT / LOSS THAT HAS BEEN SUBJECT TO TAX OVERSEAS			c ±	TOTAL TAXABLE INCOME / LOSS
	A	B			
	INCOME INCLUDED IN INCOME FOR THE YEAR 4.1(C)	TAX WITHHELD / PAID ON INCOME 4.1.(A)			
1 TRADE					
2 RENTS AFTER THE DEDUCTION OF EXPENSES					
3 ROYALTIES, PATENTS OR LICENCES					
4 INTEREST - LESS 50%				+	
5 GOODWILL					
6 SHIP MANAGEMENT					
7 PERMANENT ESTABLISHMENT OVERSEAS					
8 ANY OTHER INCOME					
PROFIT / LOSS FOR THE YEAR (as per PART 3.37)					
4.2 LOSSES					
1 LOSSES BROUGHT FORWARD FROM PREVIOUS YEARS (from 1997 onwards)				-	
2 LOSSES NOT CARRIED FORWARD					
3 DEDUCTION FOR THE LOSS OF PERMANENT ESTABLISHMENT OVERSEAS				-	
4 LOSSES SURRENDERED TO YOU FROM	T.I.C.	BALANCE SHEET DATE	£		
1					
2					
3					
				TOTAL	-
5 LOSSES SURRENDERED BY YOU TO	T.I.C.	BALANCE SHEET DATE	£		
1					
2					
3					
				TOTAL	
4.3 TAXABLE INCOME / LOSS TO BE CARRIED FORWARD FROM	SHIP MANAGEMENT			-	
	OTHER			-	
4.4 COMPUTATION OF TAX			TAXABLE INCOME	TAX	
1 RATE OF TAX 10% ((for companies and other income of shipping and ship management companies)					
2 RATE OF TAX 4,25% (for the income of ship management companies that have opted for this)					
3 RATE OF TAX 25% (for public corporate bodies)					
4 TOTAL					
4.5 TAXES ALREADY PAID AND ADDITIONAL TAX					
1 INCOME OF TEMPORARY ASSESSMENT FOR YEAR (whether raised by the IRD or yourselves)		2 TEMPORARY TAX		-	
3 ADDITIONAL TAX 10% DUE TO LOW ESTIMATION OF TEMPORARY INCOME				+	
4 CREDIT CLAIMED IN RESPECT OF FOREIGN TAX				-	
5 CREDIT CLAIMED IN RESPECT OF TAX PAID BY SELF-ASSESSMENT				-	
4.6 TAX DUE / (REFUNDABLE)				-	
4.7	1 GROSS INSURANCE PREMIUMS		2 TAX AT 1,5%	-	

PART 5 - DEFENCE CONTRIBUTION**5.1 ADDITIONAL INFORMATION****5.1.1 DIVIDENDS WITH 20% WITHHOLDING TAX**

	1997	1998	1999	2000	2001	2002
1 RECEIVED DURING						
2 RE-ISSUED BY 2005						
3 OPENING BALANCE THAT CAN BE RE-ISSUED WITHOUT DEDUCTION						
4 AMOUNTS RE-ISSUED DURING 2006						
5 AVAILABLE FOR DISTRIBUTION WITHOUT DEDUCTION						

5.1.2 DEEMED DISTRIBUTION OF DIVIDEND

	PROFIT £	LOSS £
1 ACCOUNTING PROFIT / LOSS (PART 2.2.34) LESS CORPORATION TAX		
2 TRANSFER TO LEGAL RESERVE REQUIRED BY ANT LAW		
3 REVALUATIONS OF MOVABLE AND IMMOVABLE ASSETS INCLUDED IN THE ACCOUNTING PROFIT OF THE YEAR		
4 REALISED PROFITS / LOSSES WHICH HAVE BEEN CREDITED DIRECTLY TO RESERVES		
5 ADDITIONAL DEPRECIATION / DIMINUTION OF MOVABLE & IMMOVABLE ASSETS INCLUDED IN THE ACCOUNTING PROFIT OF THE YEAR		
6 INCOME SUBJECT TO DISTRIBUTION / LOSS CARRIED FORWARD		
7 DIVIDENDS ISSUED DURING THE YEAR FROM PROFITS OF THE YEAR		
8 DIVIDENDS ISSUED DURING THE YEAR FROM PROFITS OF THE PREVIOUS YEAR		
9 DIVIDENDS ISSUED DURING THE YEAR FROM PROFITS OF THE YEAR PRECEDING THE PREVIOUS YEAR		

5.2 COMPUTATION

DEFENCE CONTRIBUTION

5.2.1 DEEMED DISTRIBUTION OF DIVIDEND

1 CAPITAL REDUCTION OR DISSOLUTION OF COMPANY		@ 15%		
2 DEFENCE CONTRIBUTION PAID BY SELF ASSESSMENT				

5.2.2 OVERSEAS DIVIDENDS (PER COMPANY)

		SHARE CAPITAL.		ACTIVITIES. Does the company		OVERSEAS TAX		INCOME		
		Do you own more than 1% of the share capital?		engage directly or indirectly (more than 50%) in investment activities?		£		c		
1	NO.	YES	NO	YES	NO					
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					
2	TOTAL									
3	AMOUNTS NOT SUBJECT TO DEFENCE CONTRIBUTION									
4	COMPUTATION OF DEFENCE CONTRIBUTION									@ 15%
5	DOUBLE TAXATION CREDIT									
6	DEFENCE CONTRIBUTION PAID BY SELF ASSESSMENT									

5.2.3 INTEREST

	OVERSEAS TAX	INCOME	
1 FROM OVERSEAS			
2 DEEMED RECEIVED ON DEBIT BALANCES			
3 WITHOUT DEDUCTION AT SOURCE			
4 COMPUTATION OF DEFENCE CONTRIBUTION			@ 10%
5 RECEIVED BY PROVIDENT FUNDS / COMPUTATION OF DEFENCE CONTRIBUTION			@ 3%
6 DOUBLE TAXATION CREDIT			
7 DEFENCE CONTRIBUTION PAID BY SELF ASSESSMENT			

5.2.4 RENTS (before the deduction of any expenses and capital allowances)

	OVERSEAS TAX	INCOME	
1 WITHIN THE REPUBLIC			
2 OUTSIDE THE REPUBLIC			
3 TOTAL			
4 25% DEDUCTION ON TOTAL RENTS			
5 COMPUTATION OF DEFENCE CONTRIBUTION			@ 3%
6 DOUBLE TAXATION CREDIT			
7 DEFENCE CONTRIBUTION PAID BY SELF ASSESSMENT			

5.2.5 PROFITS OF PUBLIC CORPORATE BODIES

	OVERSEAS TAX	INCOME	
1 WITHIN THE REPUBLIC			@ 3%
2 OUTSIDE THE REPUBLIC			@ 3%
3 DOUBLE TAXATION CREDIT			
4 DEFENCE CONTRIBUTION PAID BY SELF ASSESSMENT			

5.3 DEFENCE CONTRIBUTION OWED TO IRD (cast the figures in the defence contribution column)

PART 6 - REFUND OF AMOUNTS INCORRECTLY WITHHELD

(the appropriate certificates must be attached)

COMPANY OR PERSON WHO ISSUED THE DIVIDEND OR PAID THE INTEREST		AMOUNT WITHHELD FROM	
1	2	3	4
NAME	T.I.C.	DIVIDEND	INTEREST
1			
2			
3			

PART 7 - DECLARATION

I with T.I.C.
 manager / secretary / director of the company

having full knowledge of the consequences of the law, declare that all the information included in this declaration is in accordance with :-

- the books and records kept or / and the accounts that were prepared by the board of directors
 the audited accounts as these were prepared by the board of directors and audited by the auditors of the company.

SIGNATURE

DATE

PART 8 - AUDITORS REPORT

I with T.I.C.
 We, the partners of the firm,
 We, the directors of the company,
 Auditors of the company with T.I.C.

having knowledge of the consequences of the law declare that:

1. Parts 2.1 (Balance Sheet), 2.2 (Profit and Loss) and the notes in Part 2.3, which refer to these in the Present declaration, are in agreement with

the unaudited audited

accounts of the company as at

DD	MM	YYYY

2. Subject to the following reservation, anything included in PART 4 (Computation of corporate tax) and PART 5 (Computation of defence contribution) other than the profit / loss that is transferred from the profit and loss account has been duly checked

Reservation

.....

3. The opinion which had been expressed in my audit report as auditor of the company was (tick in the appropriate box)

- A) Without Reservation - I did not disagree with the accounts
 B) With emphasis of matter – I did not disagree with the accounts with provisos.....
 C) With Reservation – There were disagreements in certain areas which do not affect the accounts.....
 D) Disagreement – There were disagreements which affect the accounts.....
 E) No Opinion – I was unable to express an opinion.....
 F) Not applicable - The accounts are not audited.....

If you have ticked B, C, D or E attach a copy of the report

SIGNATURE

DATE

PART 9 - OFFENCES & FINES

By virtue of The Assessment and Collection of Taxes Law, No. 4 of 1978 as amended,

- refusal, failure or neglect to comply with the submission of this Return by the date set by the Law, is an offence and if convicted, is punishable by a fine of up to ten (10) pounds per day for as long as the refusal, failure or neglect continues, or to imprisonment of up to twelve (12) months or to both penalties together, that is both a fine and imprisonment (article 50(1)),
- any delay in the submission of a Return or statement, is subject to a monetary fine of £30 (article 50(4)),
- any delay in the submission of a Return or the payment of the tax, is subject to the imposition of additional tax of 5% on the tax due if there is no compliance within 30 days (article 50(4)).
- any delay in the submission of your Return may result in the imposition of an additional penalty and interest on the tax due that may arise (articles 38 and 39). In case of a return of tax the interest on the refund will be reduced (article 35),
- submission of a false return in respect of income you received, or regarding deductions claimed or assistance to any person in order to submit a false return relating to any information, is an offence and if convicted is punishable by a fine or imprisonment or by both penalties together, that is both a fine and imprisonment (article 49)..
- the submission of a tax return is obligatory for any person who has taxable income. The fact that you have not received such a return is not a defence in case you are prosecuted under the aforesaid Law (article 5(1)). In case you have not received a Tax Return you can obtain one either via the TAXISnet service at website <http://taxisnet.mof.gov.cy> or you may request one in person from the Inland Revenue Department,
- you are obliged to keep books and records and issue invoices and receipts (article 30(1))