

# Dh10,000 Fine for Late Registration of Corporate Tax



**Dubai Office**  +971 50153 0875

 [www.ae.insightss.co](http://www.ae.insightss.co)  [uae@insightss.co](mailto:uae@insightss.co)

 **insights**

- **The United Arab Emirates (UAE)** has implemented a new penalty of **Dh10,000 (approximately \$2,722)** for businesses that fail to register for corporate tax on time. This measure, announced by the **Ministry of Finance** on **February 27, 2024**, aims to encourage businesses to comply with tax regulations and register within the designated deadlines.
- **The penalty aligns** with existing fines for late registration of other taxes in the UAE, such as excise tax and value-added tax (VAT). This decision is part of **Cabinet Decision No. 10 of 2024**, which amends the violation and administrative penalty schedule established by **Cabinet Decision No. 75 of 2023**. The new regulation comes into effect on **March 1, 2024**.



**Dubai Office** 📞 +971 50153 0875

🌐 [www.ae.insightss.co](http://www.ae.insightss.co) ✉ [uae@insightss.co](mailto:uae@insightss.co)

**i**nsights

- The UAE corporate tax law, which took effect on June 1, 2023, imposes a **9% tax** on businesses with profits exceeding **Dh375,000**. In December 2023, the authorities issued guidelines clarifying which entities are subject to the corporate tax regime.
- This recent development highlights the importance for businesses operating in the **UAE** to stay informed about tax regulations and deadlines to avoid potential penalties.



**Dubai Office** 📞 +971 50153 0875

🌐 [www.ae.insightss.co](http://www.ae.insightss.co) ✉️ [uae@insightss.co](mailto:uae@insightss.co)

**i**nsights