

SAT Tightens Control over Taxation on Projects Contracted by Non-resident Enterprises

[Chinese version](#) Beginning on March 1, 2009, non-resident enterprises which contract projects or provide labor services in China must process the taxation registration to the local competent taxation authorities within 30 days since signing the contracts or agreements.

Under the Tentative Measures for the Taxation Administration over Contracted Projects and Labor Services of Non-resident Enterprises (Measures), released by China's State Administration of Taxation (SAT) recently, if non-resident enterprises which have operation institutions in China are engaged in business tax or value-added taxable businesses in China, they must declare and pay the business tax or value-added tax by themselves.

Besides, if non-resident enterprises with business tax or value-added taxable businesses in China fail to establish any operation institutions in China, the business tax or value-added tax payable must be withheld by their agents.

(Source: State Administration of Taxation)

Close