



**Consolidated version  
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*Unofficial translation of the*

## **GREEN TAX REGULATION**

**2015/R-181**

*This document consolidates the following:*

1. *Green Tax Regulation (Regulation Number 2015/R-181) made pursuant to the authority granted to the Maldives Inland Revenue Authority by the Maldives Tourism Act (Law Number 2/99) and published in the Government Gazette on Monday the 12<sup>th</sup> of October 2015 (28 Zul-Hijjah 1436).*
2. *Tax ruling TR-2016/E1 (Green Tax: First amendment to the Green Tax Regulation), issued on Thursday the 18<sup>th</sup> of August 2016.*
3. *Second amendment to the Green Tax Regulation (Regulation number 2022/R-145), issued on Wednesday the 21<sup>st</sup> of September 2022.*
4. *Third amendment to the Green Tax Regulation (Regulation number 2024/R-117), issued on Monday the 25<sup>th</sup> of November 2024.*

### **DISCLAIMER OF LIABILITY**

*This is the unofficial translation of the original Regulation in Dhivehi. In the event of conflict between this translation and the Dhivehi version of this Regulation, the latter shall prevail. Therefore, it is advised that both the Dhivehi version of this Regulation and this translation be read concurrently.*

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# GREEN TAX REGULATION

## 1. Introduction and citation

- (a) This Regulation was made pursuant to the authority granted to the Maldives Inland Revenue Authority under Section 36(b) of the Maldives Tourism Act (Law Number 2/99).
- (b) This Regulation shall be cited as the “Green Tax Regulation”.

## 2. Objective

The objective of this Regulation is to establish policies and procedures with regard to the imposition of Green Tax pursuant to Sections 35(g) and 35(h) of the Act, to establish the procedures for submitting information required for the collection of Green Tax to MIRA and to establish other relevant procedures.

## CHAPTER 1: REGISTRATION

### 3. Registration for Green Tax

- (a) A tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel or a tourist guesthouse or any such establishment shall be registered for Green Tax from the date of issue of the operating license granted to that tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, vessel or guesthouse or any such establishment by the Ministry of Tourism. Such registration shall be made in the name of the person granted with the operating license, and each establishment and vessel shall be registered separately.
- (a-1) Where the operating license issued by the Ministry of Tourism to a tourist hotel registered under subsection (a), is changed pursuant to Section 59 of the Eleventh amendment to the Maldives Tourism Act, Law number 2/99 (Law number 8/2022), the green tax registration of such establishment shall be changed accordingly to the relevant category, on the later of the following dates.
  - (1) the date of change of operating license under Section 59 of the Eleventh amendment to the Maldives Tourism Act, Law number 2/99 (Law number 8/2022);
  - (2) 1 January 2023.

- (b) Notwithstanding subsection (a), foreign tourist vessels shall be registered with MIRA in the name of the local agent of that vessel, appointed in accordance with Section 24(b) of the Act.
- (c) Even if a tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist guesthouse, tourist vessel or any such establishment which is required to register with the Ministry of Tourism, is operated without registering with that Ministry, the establishment or vessel shall be liable to submit the Green Tax return and pay Green Tax in accordance with the Act and this Regulation from the date of effect of this Regulation or, where the establishment or vessel commences operation after the date of effect of this Regulation, the date the establishment or vessel commenced operation.
- (d) Even if an establishment or vessel specified in subsection (a) which is required to register with the Ministry of Tourism, is operated without registering with that Ministry, the establishment or vessel shall be registered for Green Tax from the date on which the establishment or vessel is liable to collect green tax under the Act, or, where the establishment or vessel commences operation after the date of commencement of green tax under the Act, the date the establishment or vessel commenced operation, and, the person operating such establishment or vessel shall be liable to submit the Green Tax return and pay Green Tax in accordance with the Act and this Regulation.

#### **4. Registration of existing resorts, hotels, vessels and guesthouses**

- (a) Tourist resorts, tourist hotels and tourist vessels registered with MIRA under the Goods and Services Tax Act (Law Number 10/2011) as of 31 October 2015 shall not be required to apply for registration. MIRA shall register such resorts, hotels and vessels for Green Tax and communicate registration details to the respective operating license holders.
- (b) Tourist guesthouses registered with MIRA under the Goods and Services Tax Act (Law Number 10/2011) as of 30 September 2016 shall not be required to apply for registration. MIRA shall register such guesthouses for Green Tax and communicate registration details to the respective operating license holders.

#### **5. TIN**

All tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and any such establishment registered under this Regulation shall be allocated a Taxpayer Identification Number (TIN).

## **6. Green Tax Registration Certificate**

- (a) Each tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel, tourist guesthouse and any such establishment registered under this Regulation shall be provided with a Green Tax Registration Certificate.
- (b) All registered establishments and vessels shall display the Green Tax Registration Certificate provided by MIRA in a conspicuous place at the business premises to indicate that the establishment or vessel is registered for Green Tax.

## **7. Deregistration**

A deregistration application shall be made by the operating license holder to MIRA in writing, within 15 (fifteen) days from the cancellation or transfer of the operating license of the tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel, tourist guesthouse or any such establishment.

# **CHAPTER 2: COMPUTATION OF GREEN TAX**

## **8. Green Tax computation**

For the purposes of Section 35(g) and (h) of the Act, the amount of Green Tax payable shall be computed on the following basis:

- (a) Green Tax shall be charged from the time the tourist checks in to the tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel, tourist guesthouse or any such establishment.
- (b) Green Tax shall be charged by tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels and other such establishments, at the following rates for the respective periods, for each 24 (twenty-four) hours of stay by the tourist at the establishment or vessel from the time specified in subsection (a).
  - (1) 6 (six) United States Dollars per person, from 1 January 2023 till 31 December 2024;
  - (2) 12 (twelve) United States Dollars per person, from 1 January 2025 onwards.
- (b-1) Notwithstanding subsection (b), Green Tax shall be charged by tourist guesthouses at the following rates for the respective periods, for each 24 (twenty-four) hours of stay by the tourist at the establishment from the time specified in subsection (a).
  - (1) 3 (three) United States Dollars per person, from 1 January 2023 till 31 December 2024;
  - (2) 6 (six) United States Dollars per person, from 1 January 2025 onwards.

- (c) Notwithstanding subsection (b-1), tourist guesthouses with more than 50 (fifty) registered rooms and tourist guesthouses operated in uninhabited islands shall charge Green Tax at the following rates for the respective periods, for each 24 (twenty-four) hours of stay by the tourist at the guesthouse from the time specified in subsection (a).
  - (1) 6 (six) United States Dollars per person, from 1 January 2023 till 31 December 2024;
  - (2) 12 (twelve) United States Dollars per person, from 1 January 2025 onwards.
- (d) Notwithstanding subsection (b), hotels operated in inhabited islands with a number of 50 (fifty) or fewer registered rooms shall charge Green Tax at the following rates for the respective periods, for each 24 (twenty-four) hours of stay by the tourist at the hotel from the time specified in subsection (a).
  - (1) 3 (three) United States Dollars per person, from 1 January 2023 till 31 December 2024;
  - (2) 6 (six) United States Dollars per person, from 1 January 2025 onwards.
- (d-1) For the purpose of this Section, a tourist shall be liable to pay Green Tax for the 24-hour block during which the checks out, only if the guest stayed at the establishment for at least 12 (twelve) hours within that 24-hour block.
- (e) Where a tourist does not check out by the end of a given month, Green Tax payable in respect of his stay for that month shall be computed based on the duration he stayed at the establishment during the 24-hour block in which 23:59 hrs of the last day of that month occurred. In this regard, Green Tax for that 24-hour block shall be payable in that month only if the tourist stayed at the establishment for at least 12 (twelve) hours from the commencement of that 24-hour block until 23:59 hrs of the last day of that month. Under other circumstances, Green Tax for that 24-hour block shall be payable in the subsequent month.
- (f) Where Green Tax in respect of a 24-hour block is payable as specified in this Section, Green Tax shall be charged at the rate effective on the date on which the first 12 (twelve) hours of that 24-hour block ends.
- (f-1) Notwithstanding anything to the contrary in this Regulation, children below the age of 2 (two) years shall be exempt from the charge to Green Tax beginning from 1 January 2025.
- (f-2) For the purpose of subsection (f-1), a child shall be deemed to be below the age of 2 (two) years if the child has not reached 2 (two) years of age by the date of check-in at the tourist establishment or vessel.
- (f-3) Notwithstanding anything to the contrary in this Regulation, a child staying in a tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist

guesthouse, tourist vessel, or in any other such establishment, who is not yet 2 (two) years of age by 1 January 2025 and has not checked out of the establishment or vessel by 00:00 hrs of 1 January 2025, shall be deemed to have checked out of the establishment or vessel at 23:59 hrs of 31 December 2024 and checked back in to the establishment or vessel at 00:00 hrs of 1 January 2025.

- (f-4) Section 9(f) of this Regulation shall not apply to subsection (f-3).
- (g) Subsection (e) shall not apply to foreign tourist vessels as Green Tax payable by foreign tourist vessels is not computed on a monthly basis.
- (h) Guests who stay at tourist establishments for free or on a complimentary basis shall also be required to pay Green Tax.

## **9. Checking in and checking out**

- (a) For the purposes of this Regulation, any person shall be considered to have checked in to a tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel or tourist guesthouse or any other such establishment, when the person is recorded in the systems or documents of the establishment or vessel as a person staying at that establishment or vessel. The person shall be considered to have checked out when the person is recorded in the systems or documents as having checked out of that establishment or vessel.
- (b) Any person who stays in a room which has been approved by the Ministry of Tourism to accommodate tourists shall be recorded as a person who has checked in to the establishment.
- (c) Notwithstanding subsection (a), for the purposes of this Regulation, in the case of a foreign tourist vessel, the time of check in shall be deemed to be the vessel's "customs inward clearance time", and the time of check out shall be deemed to be the vessel's "estimated time of departure".
- (d) Notwithstanding subsections (a) and (c), for the purposes of this Regulation, a person who stays at a tourist resort, tourist hotel or a tourist vessel at 00:00 hrs of 1 November 2015 shall be considered to have checked in to the establishment at 00:00 hrs of 1 November 2015.
- (e) Notwithstanding subsections (a) and (c), for the purposes of this Regulation, a person who stays at a tourist guesthouse at 00:00 hrs of 1 October 2016 shall be considered to have checked in to the establishment at 00:00 hrs of 1 October 2016.
- (f) Where a person who checks out of a tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel or a tourist guesthouse or other such establishment, subsequently checks in to that establishment or vessel within 12 hours of check out, such person shall not be deemed to have checked out. The

amount of Green Tax payable by such person shall also be computed assuming that the person had not checked out of the establishment or vessel.

**9-1. [Repealed]**

## **CHAPTER 3: TAX RETURN**

### **10. Green Tax return**

- (a) Tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and other such establishments shall compute their Green Tax liability, and file tax returns with MIRA, in accordance with the Act and this Regulation.
- (b) Tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and other such establishments shall file a tax return for each calendar month on or before the 28th day of the subsequent month, using MIRA 501 (Green Tax Return) form.
- (c) Tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and other such establishments are required to file a Green Tax return with MIRA in accordance with subsection (b), even if the establishment or vessel is not in operation, or, even if guests do not stay in the establishment or vessel, for as long as the establishment or vessel is not deregistered from Green Tax.
- (d) Notwithstanding subsection (b), foreign tourist vessels shall file a return for the duration of stay of the vessel, prior to its departure from Maldives, using MIRA 502 (Green Tax Return: Foreign Tourist Vessels) form. For the purposes of the Act and this Regulation, the deadline for submitting MIRA502 for foreign tourist vessels shall be the date “customs outward clearance” is received.
- (e) Where the time a foreign tourist vessel departs from Maldives is different from the “estimate time of departure” referred to in section 9(c) of this Regulation, and where the amount Green Tax payable by that vessel will be different had it been computed assuming that the check out time of the tourists on that vessel is the actual time departure, the vessel is required to submit an amended Green Tax return within 24 (twenty four) hours of departure from Maldives, and pay any additional tax.



## **11. Mandatory online filing of Green Tax return and payment of tax**

- (a) The Green Tax return required to be filed pursuant to Section 10 of this Regulation and the Information Sheet required to be submitted pursuant to Section 13 of this Regulation shall be submitted to MIRA via MIRA's online portal. All amounts payable in relation to Green Tax shall also be made through the portal.
- (b) Notwithstanding subsection (a), the Commissioner General of Taxation shall have the discretion to accept Green Tax returns filed and payments made otherwise, upon request of the taxpayer. Under such circumstances, tax returns filed with MIRA by the registered person shall be signed by a person registered with MIRA through the MIRA 117 (Registration and Change of Information) form as a person authorized to sign tax returns on behalf of the registered person.

## **12. Amending tax return**

- (a) A tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel or tourist guesthouse or any other such establishment may amend a Green Tax return submitted in accordance with Section 10 of this Regulation by filing an amended Green Tax return within 12 (twelve) months from the due date for filing that return.
- (b) Where a person files an amended Green Tax return pursuant to subsection (a), he shall submit an explanation for the amendment and supporting documents, together with the amended return.
- (c) *[Repealed]*
- (d) *[Repealed]*
- (e) *[Repealed]*
- (f) *[Repealed]*

## **13. Submission of Information Sheet**

- (a) Every tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel, tourist guesthouse and any other such establishment shall submit an Information Sheet to MIRA together with the Green Tax Return, in a format prescribed by MIRA. The Information Sheet shall contain information about all the guests who stayed at the establishment during the period.
- (b) The Information Sheet shall be prepared on the following basis:
  - (1) Guests shall be listed in numerical order of the guest registration number.
  - (2) It shall include details of all guests who checked in before 23:59 hrs on the last day of the month.

- (3) Guests who do not check out by the end of the month shall be entered first in the subsequent month's Information Sheet under the same registration number.
- (4) Guest registration number shall be reset to 1 (one) at the beginning of every calendar year. Guest registration numbers from November 2015 onwards shall be a continuation of the guest registration numbers used prior to the commencement of this Regulation.
- (5) Notwithstanding subsection (b)(4), guest registration numbers used by tourist guesthouses from 1 October 2016 onwards shall be a continuation of the guest registration numbers used until 30 September 2016.

## **CHAPTER 4: PAYMENT OF TAX**

### **14. Payment of Green Tax**

- (a) Tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and other such establishments shall pay the amount of Green Tax payable for each month, to MIRA on or before the 28th day of the subsequent month.
- (b) Notwithstanding subsection (a), foreign tourist vessels shall pay the amount of Green Tax payable for the duration of stay of the vessel, prior to its departure from Maldives.
- (c) The local agent of the foreign tourist vessel shall be liable for collecting the tax from the tourists and paying it to MIRA. Any additional taxes and penalties in respect of that vessel shall also be borne by the local agent.
- (d) Where a tourist vessel has been chartered, the operator of the vessel shall be liable for collecting Green Tax from the guests staying on the vessel. For the purposes of this Regulation, a tourist vessel shall be deemed to be chartered in the circumstances referred to in the Goods and Services Tax Regulation (Regulation Number 2011/R-43).

### **15. Currency for payment of Green Tax**

Green Tax shall be paid to MIRA in United States Dollars.

## CHAPTER 5: MISCELLANEOUS PROVISIONS

### 16. Not charging GST on Green Tax

Where an amount of Green Tax is included in a tax invoice or a receipt issued for the purposes of the Goods and Services Tax Act (Law Number 10/2011), the GST for that transaction shall be computed excluding the amount of Green Tax included in that transaction. The amount of Green Tax included in a transaction shall be the amount of Green Tax stated clearly on a tax invoice or receipt issued for that transaction, computed in accordance with the Act and this Regulation

### 17. Payment of Green Tax charged by persons not permitted to charge Green Tax

Where a person not permitted to charge Green Tax under the Act and this Regulation charges Green Tax, such amount shall be paid as tax to MIRA by the person specified in Section 35(i) of the Act.

### 18. Record keeping

In addition to the records required to be maintained in accordance with the Tax Administration Act (Law Number 3/2010) and the Tax Administration Regulation (Regulation Number 2013/R-45), tourist resorts, integrated tourist resorts, tourist hotels, resort hotels, hotels, tourist vessels, tourist guesthouses and other such establishments shall be required to maintain the following records.

- (a) Guest register;
- (b) Guest registration cards;
- (b-1) Copies of passports of children specified in Section 8(f-2) of this Regulation, from among the tourists staying in the establishment or vessel as guests;
- (c) Identification card copies or passport copies of Maldivians staying in the establishment or vessel as guests;
- (d) Copies of visa of resident permit holders staying in the establishment or vessel as guests.

### 19. Fines

Where an establishment required to register for Green Tax does not register with MIRA, or where an establishment liable to submit a Green Tax return does not submit it or submits it late, or does not pay by the deadline to pay Green Tax or pays it late, the establishment shall be fined pursuant to the Tax Administration Act (Law Number 3/2010) and the Tax Administration Regulation (Regulation Number 2013/R-45).

## **20. This Regulation to be read together with taxation laws**

This Regulation shall be read together with the Maldives Tourism Act (Law Number 2/99) and the Tax Administration Act (Law Number 3/2010) and regulations made pursuant to those Acts. Any word or expression not defined in this Regulation, unless the context otherwise requires, shall have the same meaning such word or expression has in those Acts.

## **21. Commencement of the Regulation**

The commencement date of this Regulation shall be 1 November 2015.

## **22. Definitions**

(a) In this Regulation, unless otherwise specified:

“Act” refers to the Maldives Tourism Act (Law Number 2/99).

“Foreign tourist vessel” refers to vessels referred to in Section 24 of the Act.

Person who “operates” a tourist resort, integrated tourist resort, tourist hotel, resort hotel, hotel, tourist vessel, tourist guesthouse or any other such establishment refers to the person to whom the operating license is issued by the Ministry of Tourism. This definition shall not apply to section 3(d) of this Regulation.

“24 hour block” refers to each 24 hours counted continuously from the time of check in.

“Tourist” refers to all persons other than Maldivian citizens who enter the Maldives and do not hold a “resident permit”. A “resident permit” is a permit issued by the relevant authority in accordance with the regulations, permitting an individual to stay in the Maldives other than as a tourist.

“Green Tax” refers to the tax imposed pursuant to Sections 35(g) and 35(h) of the Act.

“MIRA” refers to the Maldives Inland Revenue Authority established pursuant to the Tax Administration Act (Law Number 3/2010).

(b) For the purpose of this Regulation, singular includes plural and plural includes singular.