



# BRITACOM Events

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# *Nepal's Implementation & Progress*

## **TSPP Product 9: Accompanying Entrepreneurs**

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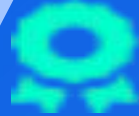
***Inland Revenue Department, Nepal***

# Shifting compliance paradigm



## Our Core Strategy

Transitioning from purely punitive enforcement to proactive business cultivation strategy by leveraging advanced digital infrastructure to support growing entrepreneurs.



### Promotion of Voluntary Tax Compliance

Moving away from tradition audit culture to establish systematic, data-driven positive reinforcement methods.



### Digital Tax Compliance

E-Filing, E-return and E-Tax Payment



### Lower Transaction Costs

Transparent Tax Rules, Self Tax Assessment, Self Tax Clearance.

Advance Ruling





# Pillars of Our Digital Tax Infrastructure

## Advanced Data Integration

Integrating our Integrated Tax System (ITS) with a unique 9-Digit PAN System. Data Integration with ASYCUDA system and Company registration system.

## Risk-Based Auditing

Using automated risk scores methodology for audit selection. No arbitrary audit selection. This keeps low-risk, compliant entrepreneurs completely uninterrupted, allowing them to focus entirely on growth.

## E-Governance Portals

registration, returns, and trackings online systems. This minimizes compliance costs and cuts out manual overhead

# Securing Trust, Predictability and Accountability

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*"Trust is built when taxpayers know their compliance is measured objectively, and their rights are protected legally."*



## **Respect of Taxpayers Rights**

Limitation of subjective administrative actions by tax official. Respect of Taxpayer rights.



## **Safeguarding Startups & SMEs**

Presumption Tax

VAT Registration Threshold

Quarterly VAT filing for small business



## **Tax Certainty and Transparency**

Tax Audit within 3 years period, Advance Ruling, APA and SHR rule DTAA with Major countries



# Fiscal Incentives & Positive Reinforcement

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## Various Fiscal Incentives

Reduced Rate for the productive Industries  
Loss Carry over facilities  
Corporate Social Responsibility



## Fast-Tracked Services

Process simplification  
One Stop Service  
Legal protection of profit repatriation of foreign investment



## Positive Reinforcement

Tax Payers Rewards on tax day  
Decentralized tax payer service  
Outreach enhancement  
Function tax office reengineering





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# Strategic Alignment (2024–2029 Goal)

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## A Sustainable Blueprint for BRITACOM

These initiatives are not disjointed campaigns; they are fully integrated core pillars of Nepal's 2024–2029 Strategic Plan for Tax Modernization.

By creating a functional ecosystem where digitalization actively rewards honesty and boosts business growth, Nepal provides all BRITACOM jurisdictions with a concrete, scalable blueprint for sustainable domestic revenue mobilization.



# THANKS