

institutions not to deduct any withholding tax from interest earned on their savings account.

- (c) Withholding tax paid on interest by non-residents is 15% of the gross amount of the payment.
- (d) Withholding tax on gross distribution is levied at a rate of 15%.
- (e) Withholding tax on gross payments except in the case of payments being interest is levied at a rate of 10%.

4. Corporation Tax (effective from Year of Assessment 1993).

Limited liability Companies are no longer required to pay Income Tax on their profits. Rather, Corporation Tax at 35% will be charged. The rate of Corporation Tax payable by Commercial companies is 45 %

5. (a) Consumption Taxes (Remigrants)

- i. Personal and household effects of returning Guyanese will now attract a duty of five percent (5%).

(b) Consumption Taxes

- i. Consumption taxes are levied on finished factory and imported products. Finished products which are intended for export are exempt. The most common of the higher bands of consumption tax will be reduced from 45 to 30 percent.
- ii. Consumption tax on cars of 1600 cc will be reduced from 50 percent to 30 percent.

Source: Customs and Excise (Con. Tax Dept.)
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