



Cyprus Tax Alert

Limassol, 9th July 2025

PROVISIONAL TAX RETURNS

WHO NEEDS TO SUBMIT A PROVISIONAL TAX RETURN?

- Companies that are expecting a taxable income in the year and a resulting income tax liability after setting off taxable losses brought forward
- Companies that are expecting a taxable income in the year, which is set off by overseas tax credits, resulting in no tax liability

WHEN AND HOW THE PROVISIONAL INCOME TAX IS PAYABLE?

- First instalment is payable through the tax portal by the 31st July 2025
- Upon payment, certain information needs to be completed. TIC, tax year, taxable income and temporary tax (total and instalment)
- Second instalment is payable by 31st December 2025

PENALTIES / INTEREST FOR LATE OR INSUFFICIENT PAYMENT

- Penalty of 5% of the tax due for late payment
- Interest at the rate of 5% per annum from the due date to the date of payment (interest is charged on a monthly basis) for late payment
- If the provisional income declared is less than 75% of the final taxable income, an additional amount of 10% will apply on the difference between the final tax due and the provisional tax paid.



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REVISED PROVISIONAL TAX RETURNS

- Revised provisional tax returns are feasible, but interest is chargeable on the difference of each instalment

In case of any further clarification please do not hesitate to contact us

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