



Cyprus Tax News

Upcoming deadline for the payment of SDC and GHS contributions on interest and dividend income received from abroad

We would like to remind you of the upcoming deadline for the payment of Special Defence Contributions (**SDC**) and contributions to the General Healthcare System (**GHSC**) on dividend and interest income received from abroad during the first six months of 2020, as per the table below:

SDC and GHS contributions on interest and dividend income received from abroad					
Person	Source of Income	SDC/GHSC	Rate	Tax code	Effective payment deadline*
Individuals (see below)	Passive Interest	SDC	30%	0612EK	31 July 2020
		GHSC	1.7% / 2.65%	0712	
	Dividend	SDC	17%	0613EK	
		GHSC	1.7% / 2.65%	0713	
Companies	Passive Interest	SDC	30%	0612EK	

*Even though the statutory deadline is 30 June 2020, in practice the Cyprus Tax Authorities do not apply interest and penalties if the payment is made until 31 July 2020.

Who is subject to SDC?

- i. Cyprus tax resident individuals who are also Cyprus domiciled.
- ii. Cyprus tax resident companies.

Who is subject to GHSC?

Cyprus tax resident individuals irrespective of their domicile status.

Method of payment

Provided the payments are made until the effective deadline date, they can be made online via [JCCsmart](#), using the payment codes shown in the above table.

Interest and penalties

Payments made after the effective deadline can only be made at the District Offices of the Tax Department with the submission of Form T.D. 601 and are subject to interest at the public interest rate (currently 1,75% per annum) as well as a penalty of 5% on the tax due.

How can we help?

We are at your disposal to assist you with the calculation and administration of the above payments.



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