

# Revenue Penalties for Tax Defaults

Penalty Type	Category of Behaviour	Penalty	Qualifying Disclosure Made	
Disclosures		%	Full Cooperation Penalty Reduced to	
All tax/duty defaults where there is a qualifying disclosure	Penalty table for tax/duty defaults that occurred on or after 24/12/2008	Where full cooperation not given by taxpayer	Prompted Qualifying Disclosure and full cooperation – penalty reduced to:	Unprompted Qualifying Disclosure and full cooperation – penalty reduced to:
All qualifying disclosures in this category	Careless behaviour without significant consequences*	20%	10%	3%
First qualifying disclosure in these categories	Careless behaviour with significant consequences	40%	20%	5%
	Deliberate behaviour	100%	50%	10%
Second qualifying disclosure in these categories	Careless behaviour with significant consequences	40%	30%	20%
	Deliberate behaviour	100%	75%	55%
Third or subsequent qualifying disclosure within these categories	Careless behaviour with significant consequences	40%	40% (no reduction)	40% (no reduction)
	Deliberate behaviour	100%	100% (no reduction)	100% (no reduction)
Penalty Type	Category of Behaviour	Penalty	Qualifying Disclosure Made	
Disclosures		%	Full Cooperation Penalty Reduced to	
All defaults where there is no qualifying disclosure	Careless behaviour without significant consequences	20%	15%	
	Careless behaviour with significant consequences	40%	30%	
	Deliberate behaviour	100%	75%	

\* Without significant consequences means the underpayment of tax was less than 15% of the total liability for the year for that tax type.