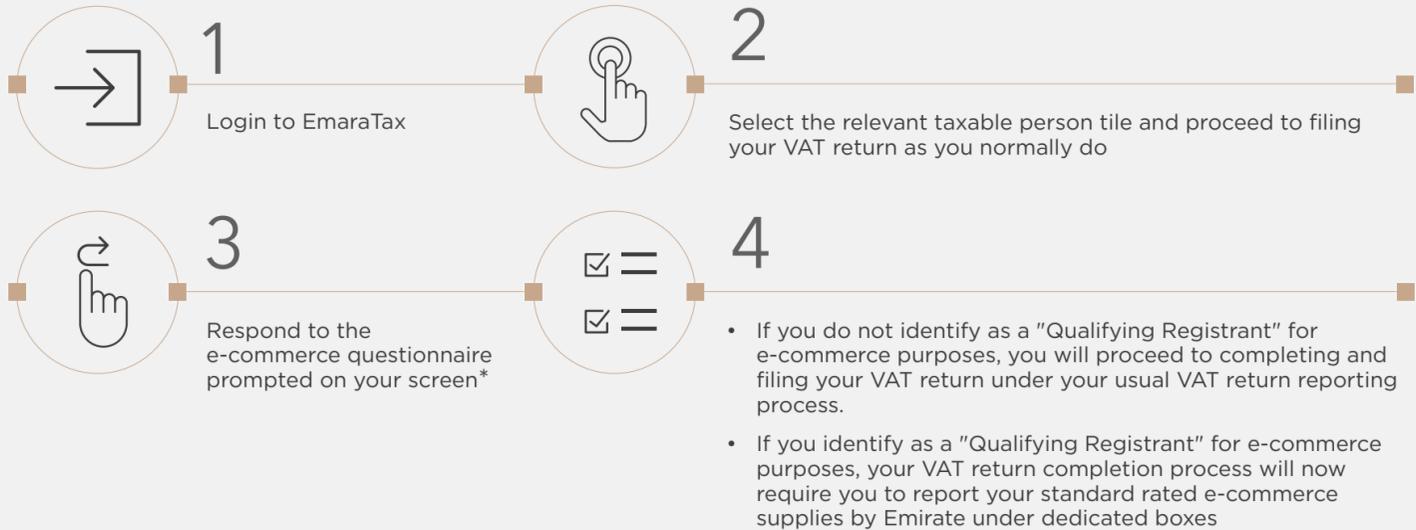




Electronic Commerce Reporting

Steps for reporting e-commerce supplies through VAT returns



*You will only be prompted with the e-commerce questionnaire if you reported more than AED 100 million in Standard Rated (SR) and Zero Rated (ZR) supplies during your previous tax year

Key Points

1

What are e-commerce supplies?



Article 3 of Ministerial Decision No. 26 of 2023 on "the Criteria and Conditions for Electronic Commerce for the Purposes of Keeping Records of the Supplies Made", as clarified by the FTA in Public Clarification VATPO33, sets out the criteria and conditions for the supplies of goods or services to be considered as being supplied through an Electronic Commerce Medium. The criteria and conditions are as follows:

1. The Goods and Services are listed or advertised on an Electronic Commerce Medium;
2. The Goods and Services are ordered through the Electronic Commerce Medium, regardless of whether the payment is made online or not;
3. In the case of a supply of Goods, the Goods are delivered to a location specified by the customer whereby this location is not owned by the supplier nor operated by that supplier.
4. In the case of a supply of Services, the Services are provided, or the right to receive the Services is granted to the customer with minimal or no human intervention.

2

What is the threshold for the value of the Taxable Supplies made through an Electronic Commerce Medium?



As per the reporting rules as defined under Article 72(4) of the VAT Executive Regulation, the threshold is one hundred million Dirhams per calendar year

3

What is an electronic commerce medium?



A website, portal, gateway, interface, platform, marketplace, programme interface (API), or similar application which facilitates the sale of Goods or Services, including electronic means, electronic platform, a store in social media and electronic applications or similar.

4

What is a "Qualifying Registrant" for e-commerce purposes?



A Qualifying Registrant is a Taxable persons supplying goods and services through electronic commerce where such supplies exceed AED 100 million over a calendar year

5

What are the e-commerce reporting periods?



- (18) Eighteen months starting from the first tax period commencing on or after 1 July 2023 for registrants that have exceeded the AED 100 million threshold during the calendar year 2022.
- Two (2) years starting from the first tax period of the calendar year commencing after the date on which the registrant has exceeded AED 100 million threshold for any year after 2022.

6

How will my VAT return look like under e-commerce reporting?



Qualifying registrants who submit VAT Returns under the e-commerce reporting will see a pop-up window to allow reporting against the Emirate in which the e-commerce supplies are received. The pop-up screen will include boxes for reporting standard rated e-commerce supplies and boxes for other standard rated supplies for each Emirate.

From when do I start reporting under e-commerce?

All taxable persons who reported more than AED 100 million in SR and ZR supplies during their previous tax year will be prompted with the questionnaire in the first tax period starting on or after 1 July 2023

2023

Staggers	Stagger 1	Stagger 2	Stagger 3	Stagger 4
Tax year end (of every year)	31 Jan 2023	28 Feb 2023	31 March 2023	31 Dec 2023
Tax Periods	Feb - Apr; May - Jul; Aug - Oct; Nov - Jan	Mar - May; Jun - Aug; Sep - Nov; Dec - Feb	Apr - Jun; Jul - Sep; Oct - Dec; Jan - Mar	Monthly
First tax period commencing on or after 1 July 2023	Aug - Oct	Sep - Nov	Jul - Sep	July
Due Date of 1st Tax Period on or after 1 July 2023	28 November or first business day after in case of public holiday / weekend	28 December or first business day after in case of public holiday / weekend	28 October or first business day after in case of public holiday / weekend	28 August or first business day after in case of public holiday / weekend
Date by which Taxable person would respond to the e-commerce questionnaire	28 Nov 2023	28 Dec 2023	28 Oct 2023	28 Aug 2023
Taxable person declares as a "Qualifying Registrant" based on e-commerce supplies made in 2022 calendar year	Yes	Yes	Yes	Yes
e-commerce reporting period	18 months	18 months	18 months	18 months
e-commerce reporting period start date	01 Aug 2023	01 Sep 2023	01 Jul 2023	01 Jul 2023
e-commerce reporting period end date	31 Jan 2025	28 Feb 2025	31 Dec 2024	31 Dec 2024

All taxable persons who reported more than AED 100 million in SR and ZR supplies during their previous tax year and who had declared as non-qualifying registrants for the calendar year 2022 will be prompted with the questionnaire again in the first tax period following the end of their tax year.

2024

Stagers	Stagger 1	Stagger 2	Stagger 3	Stagger 4
Tax year end (of every year)	31 Jan 2023	28 Feb 2023	31 Mar 2023	31 Dec 2023
Tax Periods	Feb - Apr; May - Jul; Aug - Oct; Nov - Jan	Mar - May; Jun - Aug; Sep - Nov; Dec - Feb	Apr - Jun; Jul - Sep; Oct - Dec; Jan - Mar	Monthly
First tax period commencing on or after end of tax year	Feb - Apr	Mar - May	Apr - Jun	Jan
Due Date of 1st Tax Period on or after end of tax year	28 May or first business day after in case of public holiday / weekend	28 June or first business day after in case of public holiday / weekend	28 July or first business day after in case of public holiday / weekend	28 February or first business day after in case of public holiday / weekend
Date by which Taxable person would respond to the e-commerce questionnaire	28 May 2024	28 Jun 2024	28 Jul 2024	28 Feb 2024
Taxable person declares as a "Qualifying Registrant" based on e-commerce supplies made in 2023 calendar year	Yes	Yes	Yes	Yes
e-commerce reporting period	2 years	2 years	2 years	2 years
e-commerce reporting period start date	01 Feb 2024	01 Mar 2024	01 Apr 2024	01 Jan 2024
e-commerce reporting period end date	31 Jan 2026	28 Feb 2026	31 Mar 2026	31 Dec 2025

Relevant material

The Executive Regulation of the Federal Decree-Law No. 8 of 2017 on Value Added Tax and its amendments



Ministerial Decision No. 26 of 2023 on "the Criteria and Conditions for Electronic Commerce for the Purposes of Keeping Records of the Supplies Made"



VAT Public Clarification VATP033 on the Amendments to Emirates' Reporting - Electronic Commerce Supplies by Qualifying Registrants

