



Amendment to the order

Automatic exchange of financial account information

On September 5, 2024, the Order №292 was published by Minister of Finance of Georgia, which amended Order №996 of the Minister of Finance of Georgia dated December 31, 2010 "On Tax Administration". As a result of this change, a new 70th paragraph has been added to article 112 of the transitional provisions of Order №996, titled „Right to request information“. By the implemented changes the method of determining the residency of a Georgian citizen has been defined under the Automatic Exchange of Financial Account Information.

We remind you that according to Georgian Tax Code, Article 70², from January 1, 2023, financial institutions of Georgia are obliged to carry out appropriate procedures established by the Common Reporting Standard (CRS) and to provide information on financial reports to the Revenue Service from January 1, 2024, annually, no later than June 30. The Revenue Service will be entitled to transfer the information received from financial institutions to the competent agencies of foreign countries and to carry out the inspection and control of the fulfillment of the obligations imposed by the financial institutions in connection with the Common Reporting Standard (CRS). Related notion and obligation are binded to abovementioned amendment.

The amendment to the order clarifies that in case it is impossible to identify the residency of a Georgian citizen by the proper

procedures defined in Georgian Tax Code Article 70², she/he will automatically be considered a resident of Georgia.

The amendment came into force from September 6, 2024.

AUTHOR'S COLUMN

This publication covers important new tax changes that business should take into consideration for their daily operations and governance.

This issue provides information on Automatic exchange of financial account information.

Please contact BDO to discuss these matters in the context of your particular circumstances.

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