

UNDERSTANDING CHINA V.A.T.

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OUTLINE

1. Legal Framework of VAT in China
 - Understanding the basic principles
 - Scope of taxation
 - Liability to VAT
 - Small Taxpayer Vs. Ordinary Taxpayer
 - Accounting treatment on VAT
 - Latest amendments
2. Application of VAT
 - VAT on Sale of Goods and Import of Goods
 - “Jin Liao Jia Gong” Vs “Lai Liao Jia Gong”
 - Repair and replacement services
 - VAT and Business Tax
 - Application on mixed sales
 - Reductions and exemptions
 - Payment administration and penalties
 - Numerical illustrations
3. VAT Special Invoices
 - Role of Invoices in the calculation of VAT
- Issuance and retention of invoices
- Function of Duty-and-Tax-Payment Certificates
- Anti-forgery system
4. VAT Refund Regime
 - History of VAT export refund regime
 - Refund calculation methods
 - Refund application procedures
 - Measures to minimize VAT refund delays
 - Advantages of ETDZ and SEZ
 - Numerical Illustrations
5. Accounting Treatment of VAT
 - Provisions on major VAT accounts
 - Asset transfer Vs. Share transfers
 - Input credit, output tax and refund on export
 - Provisions for small taxpayer
 - Accounting treatment for return of goods, sales rebates and goods on consignment

SPEAKERS' PROFILE

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Mr. Chan is the Director of China Tax & Investment Consultants Limited, and is also the managing owner of K K Chan & Company, Certified Public Accountants. Mr. Chan provides consultation services on PRC VAT, income tax, and customs rules, as well as accounting control and internal audit systems for foreign investment enterprises. Since 1996, Mr. Chan has published many articles on PRC taxes in Hong Kong and international professional journals including Asia-Pacific Journal of Taxation, International Bureau of Fiscal Documentation, Tax Planning International, Tax Notes International, and the Export Credit Insurance Corporation, wholly owned by the government of the Hong Kong Special Administrative Region. Mr Chan is an associated member of CIMA (UK) and holds a LLB degree (PRC Law) with Tsinghua University, PRC.

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Anthony is an attorney with White & Case's China Practice. An experienced tax attorney, he advises clients on a wide range of China tax and corporate law matters. Anthony advises on all aspects of taxation of foreign direct investments into China, including offshore holding company structures, contract manufacturing operations, M & A transactions, real estate investments, tax-efficient profit repatriation strategies and transfer pricing. Anthony also has extensive experience in advising multinational companies on corporate law matters relating to investment and business operations in China, including the establishment and operation of representative offices, joint ventures and wholly foreign-owned enterprises.