Taxation of LLC

| **Tax name** | **Percent rate** |
| --- | --- |
| VAT | 20%  (was increased to 23% for some groups of products) |
| Tax for income | < 5 m UAH- 15%  > 5 m - 16%  (for personal entrepreneurs)  for LLC - 18% |
| Land tax | 1-5% |
| Tax for advertisements | 5% (Kharkiv) |
| Market fee | 1st group of taxation - 10% |
| Single social contribution | 22% |

Taxation of entrepreneurs

(ФОП 3 група)

| Unified Tax: | 5% |
| --- | --- |
| Single Social Contribution (SSC): | 22% of minimal wage - 6700 UAH |
| Tax on personal income | 18% |
| Military Fee: | 1.5% (possible) |

Identify potential compliance risks related to taxation and financial reporting

Перевищення річного ліміту доходу: 15% ЄП (ФОП)

Несвоєчасна сплата податку: 10% (до 30 календарних днів) і 20% (понад 30 календарних днів)

Штраф за несплату єдиного податку складає 134,20 грн для 1-ї групи та 670 грн для 2-ї групи.

LLC:

fines for failure to submit tax returns - 1700 UAH

penalties for underestimating tax liabilities, selected as a result of an audit by the tax authority - 10%

penalties as a result of the detection of arithmetic or methodological errors in the submitted tax declaration - 25% from tax

fines in the event that the assessment of the tax liability is entrusted to the tax authority - 25% from tax

penalties for non-payment or late payment of tax obligations;

How to prevent:  
Stay informed of dates and terms

Track deadlines

Use professional help (consultations)

Have another person to control and count your taxes (accountant)

Efficient Reporting Processes