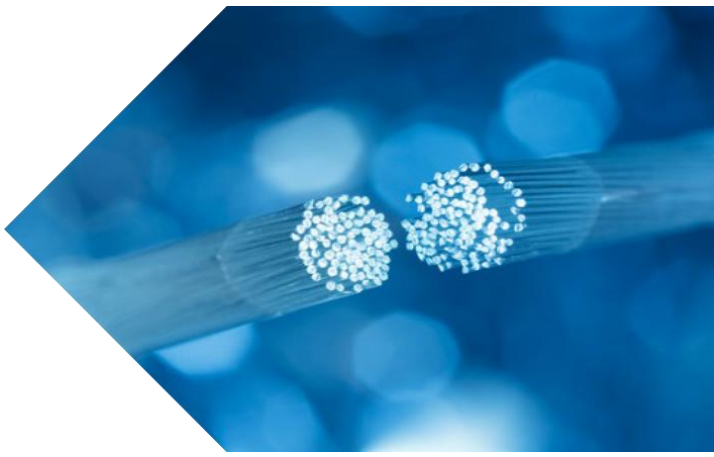
Provisional Tax Declaration – Year 2026

Tax Newsletter 03/2026 – 9 July 2026



Our office would like to inform you that the calculation of provisional taxes for individuals and legal persons for the tax year 2026 should be prepared **on or before the 31st of July 2026**.

Companies that are expecting to have taxable income and individuals that are expecting to earn taxable income other than employment income, pensions, dividends and interests are required to calculate provisional taxes.

The provisional tax is due in two equal instalments on or before the following dates:

- **31 July 2026:** Payment of first instalment
- **31 December 2026:** Payment of second instalment.

If the tax is not paid before the end of the month following the month the instalment is due (i.e. 31 August 2026 and 31 January 2027 respectively), **interest** is payable at the rate in force, which is currently **3,5% per annum (p.a.)**, plus **a monetary charge of 5%**. The annual interest is imposed on a complete month basis.

Payments are made through online banking using the payment reference code generated in the Tax Department's Tax Portal after the tax liability has been created.

If the temporary income declared provisionally for 2026 is **less than 75%** of the final taxable income of the year, then any balance of tax payable will be subject to a **10% surcharge**. It is noted that, the final tax liability for the year 2026 should be settled by 31 January 2028 (i.e., with the submission deadline of the income tax return). The estimated chargeable income is subject to tax payable at the rate of **15% for companies** and **up to 35% for individuals**.

Revised computations of provisional tax can only be calculated **at any time before 31 December of the tax year 2026**. An **upward** revision will create an increased provisional tax liability and as a result any underpayment of the first instalment already paid will be subject to interest. **Downward** revision can be made up to the amount already paid through first instalment and in that case no interest or penalty will be imposed.

Our **Tax Department** is at your disposal for any further clarifications, information, or assistance you will need with the calculation of your provisional tax.

This publication is intended as a general guide only and its application to specific situations will depend on the particular circumstances involved. Accordingly, we recommend that readers seek appropriate professional advice regarding any particular problems that they encounter. This information should not be relied upon as a substitute for such advice.

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