

Topics September 2023

The Revenue Department improves methods for collecting personal income tax in the case of having income from sources outside the country, effective from 1 January B.E. 2567 (2024) onwards.

The improvement of the methods for collecting personal income tax in the case of having income from sources outside the country according to the Revenue Department's order No. Por.161/2566 regarding payment of income tax according to Section 41 paragraph two of the Revenue Code, dated 15 September B.E. 2566 (2023), which is an improvement in the method of collecting personal income tax for those who have income from sources outside the country due to work duties, or business conducted abroad, or because assets located abroad are subject to personal income tax in Thailand to be clear and able to collect taxes more fairly. The taxpayer must pay tax only when the said assessable income is brought into Thailand. However, if the taxpayer has already been taxed in the country of origin of the income. The taxpayer can use the taxes that were collected from the country of origin of the income that has the Double Taxation Agreement with Thailand as a tax credit according to the criteria specified in the Double Taxation Agreement.

The Revenue Department requires employers to file P.N.D.1, P.N.D.1 Kor and Special P.N.D.1 Kor via electronic channels only, starting from B.E. 2567 (2024) onwards.

The filing of withholding tax return in the case of paying assessable income according to Section 40 (1) (2) of the Revenue Code, such as salary, wages, or commission that The Revenue Department requires employers who are responsible for withholding taxes to file forms, remit taxes to the Revenue Department on a monthly basis with Form P.N.D.1, and submit annual summary forms with Form P.N.D.1 Kor or Special P.N.D.1 Kor. These forms shall be processed through an electronic system, the e-Filing system, the e-Withholding Tax system, and electronic file storage media only, which will be fully enforced with income payments from January B.E. 2567 (2024) onwards. If the form cannot be submitted via electronic channels, The form shall be submitted in paper form along with a letter to the Revenue Department specifying the reasons and necessity for not being able to submit forms via electronic channels at the Area Revenue Branch Office in the area where the employer's establishment that is responsible for withholding tax is located.