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## International Corporate Tax Brazil

### Simplified Tax Payments in Installments

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The Brazilian Internal Revenue Service (*Receita Federal do Brasil - RFB*) has granted a special tax regime for taxpayers to pay their tax debts in up to 60 installments considering a monthly basis plan. This special tax regime was issued electronically via *RFB's* website and regulated by Normative Instruction 222, 2005 and based on Article 11, paragraphs 6th and 7th of the Federal Law 10,522 of 2002.

This benefit is applicable to federal taxes only (including withholding tax and *IOF*), except for social security taxes, and the total amount of payable taxes must not exceed BRL 100,000. The simplified plan must be settled via *RFB's* website, as well as the fulfilling. The installments will be subject to the interest tax rate named *SELIC* (the official Brazilian Government's interest rate). Currently annual *SELIC* rate is 13%.

According to *RFB* the advantages associated with this program is that more than one tax can be included in the same plan, unless the total amount does not exceed the cap value of BRL 100,000. Even taxpayers who did not settle the payments in compliance with the previous plan are allowed to join this new program.

*RFB* also released taxpayers from digital certificate obligation for those who want to sign in the program. The *RFB's* software will provide a specific digital code for each taxpayer in order to access the plan's accounts.

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