



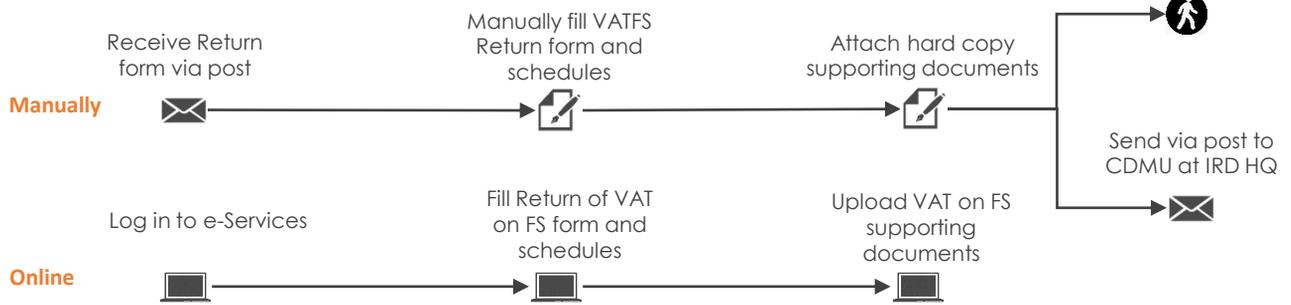
Sri Lanka Inland Revenue

- How to file VAT on FS Return -



How to file VATFS Return and Schedules

Submit to CDMU (01st floor) at IRD HQ office or any regional office



SUMMARY OF CHANGES

Calendar: No change

Return of VAT on FS and Schedules:

- Return of VAT on FS have been re-arranged
- Format of the 3 schedules have been re-arranged

Submission of Returns and schedules:

- **Submission of all 3 schedules are mandatory.**
- Even in absence of schedule data for schedule 1 and 3, schedules should be filled with code 199
- If there is no value in any sub category for schedule 2, schedule should be filled with zero value for each category
- In the absence of any other required documents which need to be submitted with the Return as other mandatory documents, can submit via e-Services "Document upload UI" or submit to IRD as paper documents.

Changes effective from:

- 01st January 2017 (from taxable period 2017/2018)

To file the VATFS Return and schedule online, refer to

A. Return and schedule submission

Page 1

To check the new help options, refer to

B. Help options

Page 12

A. Return and schedule submission

1 Access www.ird.gov.lk and login to e-Services. Refer to the quick guide "How to login" for more details



2 Select **Return /Schedule Management → Value Added Tax on Financial Service (VATFS)** from the top menu



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Submission of return (VAT on FS)

Taxpayer identification number 100926490

Name of the registered person TEST COMPANY

Taxable period 2017-01-01 - 2017-12-31(1718)

If you wish to file the VAT on FS return, select the taxable period and click on "Proceed" button.
If you wish to remove draft, select the taxable period and click on "Remove" button.

	Taxable period	Due date	Status
<input checked="" type="checkbox"/>	2017-01-01 - 2017-12-31(1718)	2018-08-31	NEW

1 - 1 of 1 items

Proceed **Remove** **Back to home**

3 Select the return to file and click **Proceed**

Confirmation [X]

Are you sure to begin the tax filing?

Yes **Cancel**

4 You will see a pop-up confirmation dialog box to prompt if you are ready to begin tax filling. Click **Yes**

5 You will be taken to the tab "**Return (VAT on FS)**" where it will be convenient for you to declare relevant information. Click on **Schedule 1** and fill in your emoluments values. Click on **Schedule 2** and fill in your economic depreciation values. Click on **Schedule 3** and fill in your classification of turnover values.

Alternatively, you may scroll down to the end of this page and click the **Next** button, which will bring you to Supporting document Tab.



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Return (VAT on FS) | Supporting documents | Confirmation | Acknowledgement

Taxpayer information

Taxpayer identification number: 300056075
 Name of the registered person: TESTING_01
 Taxable period: 2016-04-01 - 2017-03-31(1617)

Section 01 - calculation of tax (under section 25C(4) - attributable method)

	Amount (Rs.)	
Operating profit / loss (before the income tax)	10	
Operating profit / loss on the supply of financial services out of Sri Lanka	15	
Value added tax (VAT) on supply of financial services charged to the income statement	20	
Nation building tax (NBT) on supply of financial services charged to the income statement	30	
Emoluments (line 40A of schedule - 01)	40	Schedule 01
Book depreciation	50	
Economic depreciation (line 60A of schedule - 02)	60	Schedule 02
Total value addition prior to tax [(cages 10 + 20 + 30 + 40 + 50) - (cages 15 + 60)]	70	
Value addition prior to tax attributed to the supply of financial services (cage 70 x [cage 84A ÷ cages (81A - 83A), of schedule 03])	80	Schedule 03
Value added tax payable as per chapter III a of VAT act	90	
Nation building tax payable as per paragraph (a) of sub section (2) of section 3 of the NBT act	100	
Value addition attributed to the supply of financial services [cage 80 - (90 + 100)]	110	
Tax on supply of financial services (cage 110 x VAT on FS rate)	120	
Tax paid for the current taxable period	130	
Balance tax payable / (excess payment) (cage 120 - 130)	140	

Screenshot continue next page

- 6 Enter the details for **“Section 1: Calculation of Tax (under section 25C(4) – attributable method)“**. Click on the relevant schedule link to go to the schedule directly.

Click **Schedule 1** to go to **Emoluments**
 Click **Schedule 2** to go to **Economic Depreciation**
 Click **Schedule 3** to go to **Classification of turnover**



Section 02 - the supplies of goods & services other than the supplies of financial services

Taxable supplies for the value added tax payable as per the section 2 of the VAT act (rates other than 0%)	<input type="text" value="150"/>
Taxable supplies for the value added tax payable as per the section 2 of the VAT act (0%)	<input type="text" value="160"/>
Exempt supplies other than the supplies liable for the value added tax on financial services	<input type="text" value="170"/>
Interest income from leasing (in respect of agreements entered before 25/10/2014)	<input type="text" value="180"/>
Capital portion of the leasing installments (in respect of agreements entered before 25/10/2014)	<input type="text" value="190"/>

7

7 Enter the details for **“Section 2: The supplies of goods and services other than the supplies of financial services”**

Section 03 - submission of interim estimates

Date of submission of interim estimate 01 for the first six months of the taxable period	<input type="text"/>
Date of submission of interim estimate 02 for the second six months of the taxable period	<input type="text"/>

8

8 Enter the details for **“Section 3: Submission of interim estimates**

12

12 Alternatively, you may scroll down to the end of this page and click the **Next** button, which will bring you to Supporting document Tab.



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9 Enter the details for **"Schedule 1: Emoluments"**

Schedule 01 - emoluments

Taxpayer information

Taxpayer identification number 300056075
Name of the registered person TESTING_01
Taxable period 2016-04-01 - 2017-03-31(1617)

The elements of emoluments

Elements of emoluments Amount (Rs.)

<Select a value>	

Add More Rows

The list of emoluments	Amount (Rs.)	
Code 1 - Personal Cost of Income Statement	200.00	Remove
Code 2 - Salaries	200.00	Remove

Total emoluments (40A) 400.00

Description of other specific and identical emoluments (40A)

Save Cancel

14

13

15

16

13

Select appropriate element and enter Amount for selected element. Then click **Add More Rows** button to add Elements of emoluments to process.

14

If you select Code 200 for Elements of emoluments, Description is Mandatory. You need to specify what are the other elements and related amount in the **Description of other specific and identical emoluments** box

15

To remove a already added elements before processing, click the **Remove** button

16

Click on **Save** button to save Schedule 01 data



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- 10 Enter the details for "**Schedule 2 Economic Depreciation**". Enter cost values for each section. Then it will automatically generate charge for the year depending on the rates given

Schedule 02 - economic depreciation

Taxpayer information

Taxpayer identification number 300056075
Name of the registered person TESTING_01
Taxable period 2016-04-01 - 2017-03-31(1617)

Economic depreciation (line 60A of schedule - 02)

Year of purchased / constructed	Cost (Rs.)	Rate (%)	Charge for the year (Rs.)
Data processing equipment and accessories including computer software			
60.01	2016/2017		
60.02	2015/2016		
60.03	2014/2015	25.00%	
60.04	2013/2014		
60.05	Sub total		

Motor Vehicles

Other Machinery, Plant, Equipment, Furniture or Fixture

Intangible assets (other than Goodwill)

Buildings

17

- 17 Click on **Save** button to save to save Schedule 02 data.



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11 Enter the details for “*Schedule 3: Classification of Turnover*”

Schedule 03 - classification of turnover

Taxpayer information

Taxpayer identification number 300056075
 Name of the registered person TESTING_01
 Taxable period 2016-04-01 - 2017-03-31(1617)

Classification of turnover

Codes of turnover elements	Total turnover (Rs.)	Turnover as per sec. 25C(5) (Rs.)	Turnover - out of SL (Rs.)	Turnover liable for VAT on FS (Rs.)
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				
<Select a value>				

Add More Rows

Elements	Total turnover (Rs.)	Turnover as per sec...	Turnover - out of S...	Turnover liable for...	
Interest income	1,000.00	10.00	10.00	980.00	Remove

Page 1 of 1

	81	82	83	84 = [81 - (82 + 83)]
Total (A)	4,000.00	1,110.00	20.00	2,870.00

Description of other specific and identical turnover elements

Save Cancel

18 Select appropriate element and enter Amount for selected element. Then click **Add More Rows** button to add Elements of emoluments to process.

20 To remove a already added elements before processing, click the **Remove** button.

19 If you select Code 200 for Codes of Turnover Elements, Description is Mandatory. You need to specify what are the other elements and related amount in the **Description of other specific and identical turnover elements** box

21 Click on **Save** button to save Schedule 03 data (before making save changes, make sure that cage 81A has a positive value for “arriving an attributed financial value addition” in cage 80 of Return)



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12 Upload the required Supporting Documents for each section.

Return (VAT on FS) Supporting documents Confirmation Acknowledgement

Taxpayer information

Taxpayer identification number 300056407

Name of the registered person TEST

Taxable period 2016-04-01 - 2017-03-31(1617)

Audited financial statements

Document Type Supporting document Sub Document Type VAT on FS - Audited Financial Statements for the above taxable period Select Files

Document Type	Sub Document Type	Document Name	
Supporting document	VAT on FS - Audited Financial Statements for the above taxable period	SupportingDocument_VATFS.txt	Remove
Document Type	Sub Document Type	Document Name	

Breakup of value of supply declared in the VAT returns furnished for relevant taxable period as per the section 2 of VAT act

Document Type Supporting document Sub Document Type VAT on FS - Breakup of the value of supply declared in the Value Added Tax Select Files

Document Type	Sub Document Type	Document Name	
Document Type	Sub Document Type	Document Name	

Additional tax computation (not mandatory)

Document Type Supporting document Sub Document Type VAT on FS - Additional Tax Computation Select Files

Document Type	Sub Document Type	Document Name	
Document Type	Sub Document Type	Document Name	

Other (not mandatory)

Document Type Supporting document Sub Document Type VAT on FS - Other Select Files

Document Type	Sub Document Type	Document Name	
Document Type	Sub Document Type	Document Name	

Back Next Save draft Cancel

22 Click on **Select Files** button to upload required document in each section

23 Click on **Remove** button to delete uploaded document before save

24 Click on **Next** button to go to the Confirmation Tab

25 Click on **Save draft** button to save all the data in draft mode



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- 24 You will be taken to the **Confirmation** tab where you will see the summary of the e-filing submission. In this section, all the details we have entered in the previous pages is populated. From this page taxpayer can verify the entered values section wise before submit.

Return (VAT on FS) Supporting documents **Confirmation** Acknowledgement

- [-] Taxpayer information
- [-] Section 01 - calculation of tax (under section 25C(4) - attributable method)
- [-] Section 02 - the supplies of goods & services other than the supplies of financial services
- [-] Section 03 - submission of interim estimates
- [-] Schedule 01 - emoluments

The list of emoluments	Amount (Rs.)
Code 1 - Personal Cost of Income Statement	1,000.00
Total emoluments (40A)	1,000.00

Description of other specific and identical emoluments

- [-] Schedule 02 - economic depreciation
- [-] Schedule 03 - classification of turnover
- [-] Supporting documents
- [-] Declaration

* Name of secretary / principal officer of the business
ⓘ The Name of secretary / principal officer of the business field is required.

I declare to the best of my knowledge and belief that all the particulars furnished in this return, schedules and supporting documents are true and correct.

* Full name of the declarant

* Designation

* Telephone No.

Mobile No.

E-Mail

Back Print Submit Save draft Cancel

24

26

27

28

29

- 26 After you verify the data, if you need to change any value you can Click on **Back** button and go back to the previous page.
- 27 Click **Print** button to print confirmation page as reference.
- 28 Click **Submit** button.
- 29 Click on **Save draft** button to save all the data in draft mode



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The screenshot shows a web application window titled "Declaration". The main form contains several fields: "Name of secretary / principal officer of the company", "Full name of the declarant", "Designation" (filled with "TECH ANALYST"), "Telephone No." (filled with "022 248 7676"), "Mobile No.", and "E-Mail". At the bottom of the form are buttons for "Back", "Print", "Submit", "Save draft", and "Cancel". A "Confirmation" dialog box is overlaid on the form, asking "Are you ready to submit your return now?" with "Yes" and "Cancel" buttons. A red box highlights the "Yes" button, and a red line connects it to a circled number "30" below the dialog box.

30

- 30 When you click on **Submit** button, you will see a pop-up confirmation dialog box to prompt if you are ready to submit your Return.

Click **Yes** to submit

The screenshot shows the same "Declaration" form as above. An "Info" dialog box is overlaid on the form, displaying the message "Return and schedule data is submitted and saved permanently." with an "Ok" button. A red box highlights the "Ok" button, and a red line connects it to a circled number "31" below the dialog box.

31

- 31 When you click on **Yes** button, you will see a pop-up dialog box which will indicate that your data is submitted and saved permanently.

Click **OK**



- 31 When you click on **OK** button, you will be taken to the "**Acknowledgement**" tab, where we can see the acknowledgement for the return we submitted.

Return (VAT on FS) Supporting documents Confirmation Acknowledgement

Taxpayer information

Taxpayer identification number 300073948

Name of the registered person TESTDATA_01

Taxable period 2017-04-01 - 2018-03-31(1718)

Provisional acknowledgement - return of value added tax on financial services for taxable period from 2017-04-01 to 2018-03-31

With appreciation of your response in complying with requirements of the value added tax act, i hereby acknowledge the receipt of the following particulars in relation to the return of value added tax on financial services for the year ended 2018-03-31.

1. Form of the return

2. Schedule no's

Schedule 01 - emoluments

Schedule 02 - economic depreciation

Schedule 03 - classification of turnover

Status of the return (either acknowledgement of return or information letter for non-filing of required particulars) will be notified you by authorized office, after the verification of supporting documents submitted with the return.

Print Main menu

- 32 If you want to have a printed copy of the acknowledgment, click **Print**

- 33 When you click on **Main Menu** button, you will be redirected to the Main Page of e-Services Application.

Once these steps are followed, the E filling of VAT on FS for the Particular TIN will be completed.



B. Help options



Online help prompts: The blue icons next to some fields show additional information when the mouse is placed on them



Walk in to the Taxpayer Services Unit- Monday to Friday 8:30 am to 4:00 pm (except public holidays)

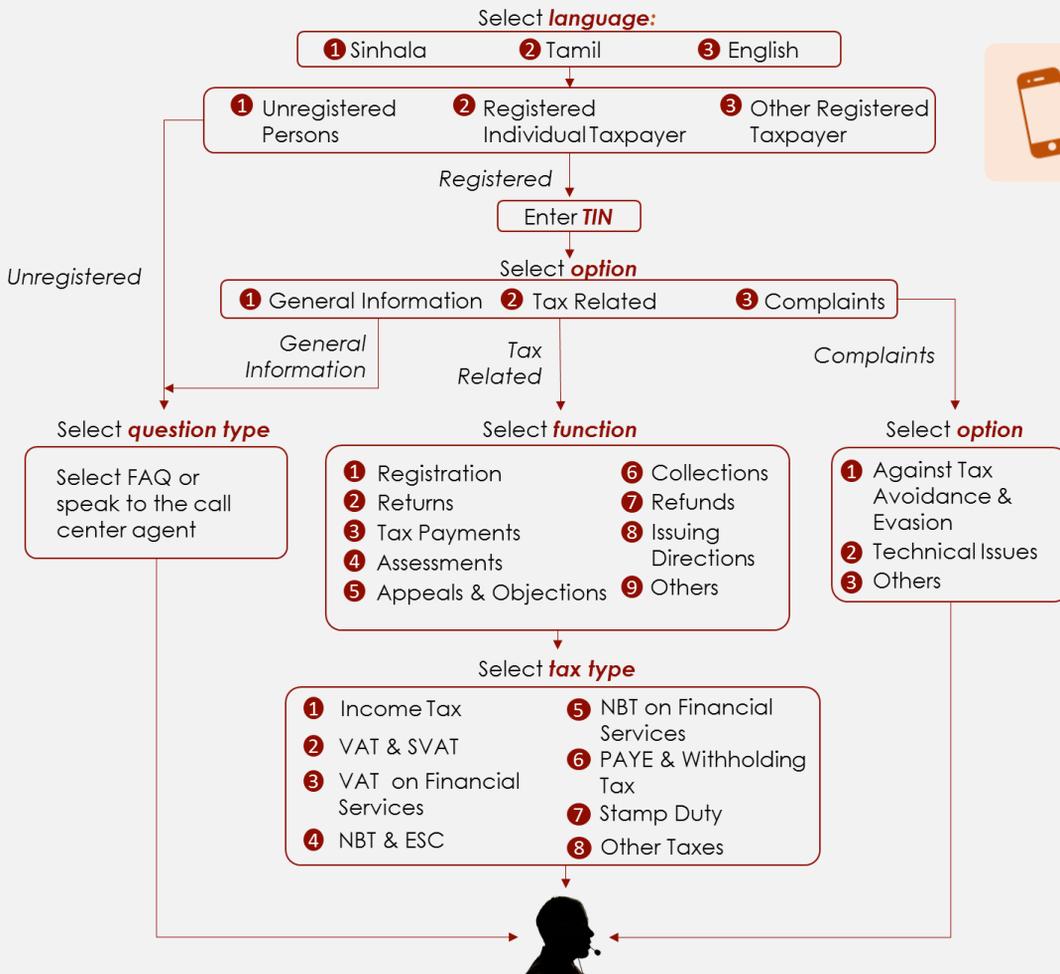
The TPS unit can help you with:

- Registration as a Taxpayer and issuing of Taxpayer Identification Number (TIN)
- Registration for tax types
- Updating of Taxpayer profile
- Issuing of Personal Identification Number (PIN) to use e-Services
- Issuing of Clearance certificate
- Advice on tax responsibilities and obligations
- Collection of return of income and supporting documents

Taxpayer Services Unit
 INLAND REVENUE DEPARTMENT
 SIR CHITTAMPALAM A GARDINER
 MAWATHA,
 COLOMBO 02



Call Center- Monday to Friday 9:00 am to 7:00 pm, Saturday 9:00 am to 1:00 pm



Call Center
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