

Foreign Tax Credit

General info

Economy name

North Macedonia

ID

N43

Incentive name

Foreign Tax Credit

Brief description

The taxpayer is allowed a tax credit for the tax paid on foreign income abroad, up to the amount of tax payable for that income in North Macedonia. However, a tax credit for the WHT paid abroad is allowed only if a double tax treaty (DTT) is in place and in case the of North Macedonia company obtains proof for the amount of tax paid in the foreign economy.

Legal reference

Legal reference name

Law On Profit Tax Official Gazette of SerbiaM, No. 112/14, 129/15, 23/16, 190/16, 248/18, And Rsm Official Gazette, No. 232/19, 275/19, 290/20, 151/21 And 199/23 Of 09/25/2023

Legal reference (Law section / article)

Article 37

- (1) The obligor - a resident of the Republic who received what was achieved by working abroad paid a tax in another economy that is considered a tax in the economy for the amount of the profit tax abroad, and at most up to the amount of the tax that would have been received with application of the 10% tax bracket.
- (2) The taxpayer who earns income abroad, submits appropriate proof of the tax paid by the competent tax authority of the state.

Incentive design

Incentive group

Financial

Incentive category

Other Tax

Economy-wide/Sector-specific

Economy-wide

Sector (Simplified)

All sectors

Sector (NACE)

N/A

Size of firm that can use incentive

All sizes of firms

Level at which incentive is available

Economy-wide

Ownership of firm that can use incentive

Any

Incentive location

General

Main objective of the incentive

Increase competitiveness

In case of grant, share of grant in investment (in %)

/

Access to information

Contact Info

Administration for Public Revenues / General Directorate Skopje
Kuzman Josifovski-Pitu Blvd. 1, 1000 Skopje
tel. 02/3299 500; fax 02/3281 010
Info center 0800 33 000 and 02/3253 200
e-mail: info@ujp.gov.mk

Weblink to Incentive information in English**Weblink to Incentive information in local language****Eligibility criteria**

Eligibility criteria (description)

The obligor - a resident of the economy who received what was achieved by working abroad paid a tax in another economy that is considered a tax in the economy for the amount of the profit tax abroad, and at most up to the amount of the tax that would be received by applying the tax 10% group.

Eligibility criteria (weblink)**Incentive administration**

Awarding Authority (Name)

Public Revenue Office

Application procedure + Weblink (where available)

/

Implementing Authority (Name)

Public Revenue Office