



MALAWI REVENUE AUTHORITY

REVENUE PERFORMANCE REPORT FOR AUGUST 2017

TAX REVENUE OUTTURN FOR THE PERIOD: SEPTEMBER 2017 (UNAUDITED)

(All figures in Millions of Malawi Kwacha)

Tax Type	Aug-17	Sep-17			Cumulative To Date FY 2017/18		
	Actual	Actual	Projection	Variance	Actual	Projection	Variance
Income and Profits	26,171.02	38,327.44	33,101.46	5,225.98	102,532.72	103,049.58	(516.86)
Individual	16,419.15	19,770.79	22,210.71	(2,439.91)	53,493.12	57,231.41	(3,738.29)
Pay As You Earn (PAYE)	16,419.15	19,770.79	22,210.71	(2,439.91)	53,493.12	57,231.41	(3,738.29)
Other	1,130.39	1,031.63	929.01	102.62	5,096.89	4,064.76	1,032.13
Fringe Benefits Tax (FBT)	137.48	87.90	56.61	31.29	2,495.32	2,328.02	167.30
Non Resident Tax (NRT)	992.90	943.73	872.40	71.33	2,601.57	1,736.74	864.83
Corporate	2,605.93	12,453.93	3,918.14	8,535.79	26,066.25	21,925.03	4,141.22
Company Assessments	1,536.00	2,491.39	2,176.78	314.62	6,808.58	5,345.90	1,462.68
Provisional Tax	1,069.93	9,962.53	1,741.36	8,221.17	19,257.67	16,579.13	2,678.54
Withholding Tax	6,015.55	5,071.09	6,043.61	(972.52)	17,876.46	19,828.39	(1,951.93)
Goods and Services	29,607.12	30,909.76	31,281.26	(371.50)	88,563.59	91,659.73	(3,096.14)
Value Added Tax (VAT)	23,234.38	24,007.41	24,533.60	(526.19)	68,726.46	69,873.68	(1,147.22)
Domestic	11,820.80	13,008.58	11,338.12	1,670.46	34,998.94	31,181.71	3,817.24
Import	11,413.58	10,998.83	13,195.48	(2,196.65)	33,727.52	38,691.98	(4,964.46)
Excise Duties	6,372.74	6,902.34	6,747.66	154.69	19,837.13	21,786.05	(1,948.92)
Local	2,820.31	3,247.93	2,428.05	819.88	8,664.09	8,514.47	149.61
Import	3,552.43	3,654.42	4,319.61	(665.19)	11,173.04	13,271.58	(2,098.53)
International Trade	6,109.79	5,640.81	7,169.57	(1,528.76)	17,984.70	20,567.55	(2,582.84)
Import Duty	6,121.70	5,640.81	7,053.88	(1,413.07)	17,994.89	20,231.42	(2,236.53)
Prepayment	(11.92)	0.00	115.69	(115.69)	(10.19)	336.12	(346.31)
Other	1,535.12	1,124.70	514.42	610.28	3,262.13	2,189.53	1,072.60
Miscellaneous Duties	236.19	342.89	69.92	272.97	741.69	227.11	514.59
Penalties	373.97	93.39	113.09	(19.70)	603.28	757.39	(154.11)
Dividend Tax	923.82	687.83	329.93	357.90	1,914.55	1,197.33	717.22
Turn-over Tax	1.14	0.59	1.48	(0.89)	2.60	7.71	(5.10)
Gross Tax Revenues	63,423.05	76,002.71	72,066.71	3,936.00	212,343.14	217,466.38	(5,123.24)
Tax Refunds	(2,366.26)	(2,048.61)	(1,801.67)	(246.95)	(5,947.23)	(5,436.66)	(510.57)
Net Tax Revenues	61,056.78	73,954.09	70,265.04	3,689.05	206,395.91	212,029.72	(5,633.82)

REVENUE PERFORMANCE REPORT FOR SEPTEMBER 2017

In the month of September 2017, total tax revenues collected amounted to MK76 billion against a monthly projection of MK72.07 billion, thereby recording a revenue collection surplus of MK3.9 billion. In terms of quarter performance for 2017/18 fiscal year, a cumulative total of MK212.34 billion has been collected against a target of MK217.47 billion, which translate to a 98 percent achievement. Compared to a similar period last year, the performance entails additionally MK32.56 billion representing an 18 percent nominal growth. The good performance is due enhanced enforcement activities by the Authority.

SEPTEMBER 2017 OUTTURN

Income and Profits: A total of MK38.33 billion was collected under Income and Profits taxes against a projection of MK33.10 billion representing a surplus of 16 percent above the target. All tax lines over-performed under this category apart from Pay As You Earn (PAYE) and Withholding Tax.

Pay As You Earn (PAYE): A total of MK19.77 billion was collected against MK22.21 billion target. The performance translates to 89 percent of the target owing to delays in remittance by some government institutions.

Fringe Benefits (FBT) and Non-Resident Taxes (NRT): A combined total of MK1.03 billion of FBT and NRT over-performed its monthly projection of MK929.01 million which is 11 percent. This positive variance was largely due to an over-performance in both FBT (55%) and NRT (8%) against their targets of MK56.61 million and MK872.40 million respectively.

Corporate Tax: A total of MK12.45 billion Corporate Tax significantly over-performed its projection of MK3.92 billion by 218 percent. At MK9.96 billion, Provisional Tax propelled the aggregate performance of the category against

a MK1.74 billion target. At MK5.07 billion, Withholding Tax recorded an 81 percent performance against its projection.

Goods and Services: A total of MK30.91 billion was collected from goods and services against a monthly target of MK31.28 billion registering 99 percent of the target. Domestic VAT registered a surplus of MK1.67 billion and Local excise raked in an extra MK819.88 million. However, the over-performance was slightly affected by dismal performances in Import VAT and Import Excise thereby slowing the aggregate category.

Value Added Tax (VAT): At MK24.01 billion, VAT marginally missed its monthly projection of MK24.53 billion by 2 percent. A strong performance in Domestic VAT by 15 percent above its projection was masked with weak performance in Import VAT which was at 83 percent of its projection.

Excise Duties: At MK6.90 billion, Excise duty over performed its monthly projection of MK6.75 billion by 2 percent. The surplus in Local Excise 34 percent complemented the 15 percent shortfall in Import Excise.

Import Duty: A total of MK5.64 billion was collected against a monthly target of MK7.17 billion registering 79 percent of the target. All trade taxes were affected by lower volume of dutiable imports in the month under review.

Other Taxes: Total revenue collected on account of other taxes amounted to MK1.12 billion against a projection of MK514.42 million. The strong performance in other taxes was driven by an MK687.83 million collection registered under Dividend Taxes.