



MALAWI REVENUE AUTHORITY

REVENUE PERFORMANCE REPORT FOR JUNE 2017

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

(All figures in Millions of Malawi Kwacha)

Tax Type	May	Jun-17			Cumulative To Date FY 2016/17		
	Actual	Actual	Projection	Variance	Actual	Projection	Variance
Income and Profits	25,607.54	38,484.69	35,040.65	3,444.04	383,195.33	394,931.85	(11,736.51)
Individual	17,447.83	19,309.98	17,322.19	1,987.79	199,314.60	210,271.35	(10,956.74)
Pay As You Earn (PAYE)	17,447.83	19,309.98	17,322.19	1,987.79	199,314.60	210,271.35	(10,956.74)
Other	699.10	1,864.59	1,220.49	644.11	34,057.79	17,324.46	16,733.33
Fringe Benefits Tax (FBT)	119.40	206.96	162.18	44.77	8,981.44	8,127.43	854.01
Non Resident Tax (NRT)	579.69	1,657.64	1,058.31	599.33	25,076.36	9,197.04	15,879.32
Corporate	2,066.15	10,434.70	8,970.17	1,464.53	85,780.52	100,656.77	(14,876.25)
Company Assessments	1,062.05	7,537.46	6,949.81	587.64	21,124.89	29,006.01	(7,881.12)
Provisional Tax	1,004.10	2,897.25	2,020.36	876.89	64,655.63	71,650.76	(6,995.13)
Withholding Tax	5,394.46	6,875.41	7,527.80	(652.39)	64,042.42	66,679.27	(2,636.85)
Goods and Services	25,786.46	28,162.39	25,183.32	2,979.07	307,834.92	266,419.63	41,415.29
Value Added Tax (VAT)	20,128.15	21,568.28	19,801.68	1,766.59	237,731.95	208,381.56	29,350.39
Domestic	8,712.54	9,648.34	9,409.91	238.43	108,063.50	100,233.55	7,829.96
Import	11,415.60	11,919.94	10,391.78	1,528.16	129,668.44	108,148.02	21,520.43
Excise Duties	5,658.31	6,594.11	5,381.64	1,212.47	70,102.97	58,038.07	12,064.90
Local	2,217.31	2,615.13	2,059.07	556.06	28,388.91	24,558.00	3,830.91
Import	3,441.00	3,978.98	3,322.57	656.42	41,714.07	33,480.07	8,234.00
International Trade	6,649.76	6,022.26	5,580.04	442.22	69,829.92	58,417.96	11,411.96
Import Duty	6,683.69	6,021.94	5,546.57	475.37	69,772.77	58,200.43	11,572.34
Prepayment	(33.93)	0.31	33.46	(33.15)	57.15	217.53	(160.38)
Other	631.40	1,445.60	379.94	1,065.66	6,752.59	5,287.59	1,465.00
Miscellaneous Duties	396.58	353.29	50.31	302.98	1,656.20	673.78	982.42
Penalties	59.97	508.65	103.72	404.93	2,198.89	1,306.42	892.47
Dividend Tax	174.16	582.95	223.44	359.51	2,884.72	3,279.22	(394.50)
Turn-over Tax	0.69	0.71	2.47	(1.76)	12.78	28.17	(15.39)
Gross Tax Revenues	58,675.16	74,114.94	66,183.95	7,930.99	767,612.77	725,057.03	42,555.74
Tax Refunds	(1,761.33)	(6,381.46)	(978.31)	(5,403.15)	(17,466.41)	(10,651.99)	(6,814.42)
Net Tax Revenues	56,913.82	67,733.48	65,205.64	2,527.84	750,146.36	714,405.04	35,741.32

REVENUE PERFORMANCE REPORT FOR JUNE 2017

Tax revenue collection for the month of June 2017, amounted to MK 74.11 billion against a monthly projection of MK 66.18 billion, thereby recording a surplus of K7.93 billion (12%). Cumulatively, the total tax revenues collected during FY2016/17 to date amounts to MK 767.61 billion against a projection of MK 725.06 billion, registering a surplus of MK 42.56 billion. The outstanding performance in the month of June is on the account of taxpayers who made adjustments of tax payments as they were reconciling their books in readiness for closure of the year.

JUNE 2017 OUTTURN

Income and Profits: A total of MK 38.48 billion was collected in income and profits taxes against a projection of MK 34.04 representing 110 percent of the target. All taxes under this category performed well, except withholding tax.

Pay As You Earn (PAYE): A total of MK 19.31 billion was collected against MK17.32 billion exceeding the target by 18%.

Fringe Benefits (FBT) and Non-Resident Taxes (NRT): FBT and NRT collectively registered a total of MK1.86 billion against its target of MK1.22 billion. FBT and NRT exceeded its target by 28 percent and 57 percent respectively.

Corporate Tax: A total of MK 10.43 billion was collected against a monthly target of MK8.97 billion registering 16 percent of the target. Company Assessments registered a surplus of MK587.64 million while Provisional Tax recorded an excess of MK876.89 million. On the other hand, Withholding tax registered an

under-performance of 9% with a collection of MK6.88 billion.

Goods and Services: This category of tax registered a surplus of MK 2.98 billion through a total gross collection of MK 28.16 billion. All taxes under this category performed well.

Value Added Tax (VAT): This category of tax over performed its monthly target of MK 19.80 billion by 9 percent, thereby collecting a total of MK 21.57 billion. Domestic VAT registered 3 percent surplus whilst Import VAT recorded a positive variance of 15 percent.

Excise Duties: Against a projection of MK5.38 billion, excise duties collections amounted to MK6.59 billion. This represented a 123 percent performance. Local excise registered 21 percent surplus whilst Import excise registered 17 percent surplus.

Import Duty: At MK6.02 billion, Import Duty registered a positive surplus of MK475.37 million. Generally trade taxes have performed well due to the improved version of the ASYCUDA World which is capable of checking some malpractices in valuation and misclassification of goods. Stable exchange rate and reduction in inflation have resulted in increasing taxpayer confidence in the economy thereby encouraging business transactions.

Other Taxes: Total revenue collected on account of other taxes amounted to MK1.45 billion against a projection of MK379.94 million. All taxes under this category registered surpluses, except Turn-over tax.