



Budget 2022 Dated November, 15 2022

Brief for Tax on salaries amendments

Article No.# 27: New Family exemption

For Single: 37,500,000 LBP

For wife (non-working spouse): 12,500,000 LBP

For husband (non-working): 12,500,000 LBP

For child: 2,500,000 LBP (up to 5 children) with conditions.

Shall be effective from January, 1 2022

Article No. # 33: New progressive tax rate in LBP

Net Annual Taxable Income		Tax Rate
Above	Up to	
-	18,000,000	2%
18,000,000	45,000,000	4%
45,000,000	90,000,000	7%
90,000,000	180,000,000	11%
180,000,000	360,000,000	15%
360,000,000	675,000,000	20%
675,000,000	and Above	25%

Shall be effective from January, 1 2022

Article No.# 34: An Exemption for Daily/hourly workers

An exemption out of the basic pay for Daily workers is determined at LBP 125,000 per day, irrespective of their Family status.

Article No.# 35: Tax payment on its actual value.

Tax on salaries should be withheld by the employer and settled to tax authorities in Lebanese currency on the actual value in which these salaries were paid and within deadline. The actual value should be determined in accordance with a decision to be issued by the ministry of finance and the Central Bank.

Article No.# 36: Exempting the compensation upon dismissal or resignation

Termination compensation paid to employees, during the period extended from July, 1st 2019 until September 30,2022, upon their dismissal or resignation, are exempt from employees' income tax and are considered as tax deductible expenses for employers' subject to income tax on real profit basis, even if this termination compensation exceeds the ceiling prescribed in the Lebanese applicable Laws.

Article No. # 37: Cash and in-kind aids paid or granted during the year 2022

Cash and in-kind assistance paid or granted to employees during the year 2022 is considered to be a deductible expense for taxpayer's subject to tax on real profits, and is considered exempt from Social Security contributions.

Article No.# 38: Exemption from tax of employees who became permanently disabled as a result of the Beirut Port Blast

Salaries, of employees who have been permanently disabled as a result of the Beirut Port blast, are exempt from employees' income tax.



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