

# China Tax Alert

Issue 10, May 2022



## China Immigration Policy Updates

### Summary:

- In recent months, in order to implement the overall strategy of “containing the sources of COVID-19 infection and cutting off channels of transmission”, the National Immigration Administration in China recently called on the public to reduce unnecessary cross-border travel in order to effectively reduce the risk of “contracting the virus when abroad and spreading upon return.” At the same time, in order to assist individuals who need to leave China for urgent reasons, the Shanghai Exit-Entry Administration Bureau has established a green channel during the city lock-down. In addition, the Chinese Embassies in the United States, Spain, Poland and other countries have announced updates to pre-departure inspection requirements for people entering China.

### Background

The following policies have been enacted for the purposes of domestic pandemic prevention and control in recent months:

- The National Immigration Administration has clarified that it will strictly implement exit-entry policies, restrict non-essential exits by Chinese citizens, and approve the issuance of exit-entry documents;
- The Shanghai Exit-Entry Administration Bureau has opened a green channel for visa applications for those who need to leave China for urgent reasons during the lockdown period;
- The Chinese Embassies in the United States, Spain, Poland and other countries have announced updates to the requirements for pre-departure COVID-19 testing and pre-departure self-health monitoring for people entering China.

### KPMG observations

#### Green channel

On 28 April 2022, the Shanghai Exit-Entry Administration Bureau announced that it will open a green channel for individuals who need to leave China for the following urgent reasons:

- For school commencement
- Visit critically-ill relatives
- Attend relative’s funeral
- Participate in major pandemic prevention and control projects

Individuals who meet one of the above situations can call the National Immigration Administration’s 12367 hotline. After undergoing a preliminary review and making a reservation, individuals can then go to the in-charge Bureau located at 1500 Minsheng Road, Pudong New District to submit the visa or residence permit application along with the relevant documents (which include the health code, itinerary code and negative certificate from a PCR test performed in the past 24 hours).

## Processing time

Since 25 March 2022, the Shanghai Exit-Entry Administration Bureau and its sub-bureaus have suspended service until further notice (excluding the green channel). The in-charge Bureau has not yet confirmed when it will resume work.

## Updates to entry requirements

Effective 17 May 2022, the Chinese Embassies in the United States, Spain, Poland and other countries adjusted the specific requirements for pre-departure testing for individuals entering China. We have summarised the updates below:

Country of departure	Effective date	Updates to pre-departure inspection requirements
United States	20 May	<ul style="list-style-type: none"><li>- The following requirements have been removed:<ul style="list-style-type: none"><li>▪ PCR test 7 days before boarding</li><li>▪ Mandatory requirements for self-health monitoring</li><li>▪ IgM serum antibody detection test</li></ul></li><li>- The test within 48 hours before departure has been changed to "two PCR tests"</li></ul>
Spain	19 May	<ul style="list-style-type: none"><li>- The following requirements have been removed:<ul style="list-style-type: none"><li>▪ The first PCR test and IgM serum antibody test 7 days before departure</li><li>▪ X-ray or CT test for recovered patients</li><li>▪ Requirement to submit a self-health monitoring form and vaccination declaration form to apply for a health code</li></ul></li><li>- Two PCR tests and an antigen test are required before departure</li></ul>
Ireland	18 May	<ul style="list-style-type: none"><li>- Two PCR tests are required before departure</li></ul>
Denmark	18 May	<ul style="list-style-type: none"><li>- The following requirement has been removed:<ul style="list-style-type: none"><li>▪ IgM serum antibody test</li></ul></li><li>- Two PCR tests are required before departure</li></ul>
UAE	18 May	<ul style="list-style-type: none"><li>- The following requirements have been removed:<ul style="list-style-type: none"><li>▪ Test on the 21st or 14th day before departure</li><li>▪ IgM serum antibody test (excluding those who enter China on Etihad Airways)</li><li>▪ X-ray or CT test for recovered patients</li></ul></li><li>- Pre-departure health monitoring has been adjusted to 10 days</li></ul>
Poland	17 May	<ul style="list-style-type: none"><li>- The following requirements have been removed:<ul style="list-style-type: none"><li>▪ IgM serum antibody test before departure</li><li>▪ X-ray or CT test for recovered patients</li></ul></li><li>- Two PCR tests and an antigen test are required before departure</li></ul>
The Netherlands	17 May	<ul style="list-style-type: none"><li>- The following requirement has been removed:<ul style="list-style-type: none"><li>▪ X-ray or CT test for recovered patients</li></ul></li><li>- Two PCR tests are required before departure</li></ul>
Serbia	17 May	<ul style="list-style-type: none"><li>- The following requirements have been removed:<ul style="list-style-type: none"><li>▪ IgM serum antibody test</li><li>▪ Requirement for health code applications for individuals who have been vaccinated for less than 14 days</li><li>▪ X-ray or CT test for recovered patients</li><li>▪ PCR test 7 days before departure</li></ul></li><li>- The blue health code is required</li></ul>

## KPMG recommendations

In view of the current situation in Shanghai during the lockdown, we have put forward the following summarised recommendations:

- If an individual needs to leave China for urgent reasons or the individual's residence permit expires during the lockdown, employers and individuals should familiarise themselves with the application channels (i.e. the green channel) so as to facilitate the residence permit application process. Alternatively, they can engage a professional service provider to assist.
- For individuals who urgently need to leave China during the lockdown, the employer should properly plan and arrange the individuals' transportation, departure and return processes before the trip.
- Try to avoid letting foreign individuals' work permits or residence permits expire while they are abroad. If the expiry is unavoidable, the individuals should re-apply for an entry visa at a Chinese Embassy abroad in a timely manner and complete the relevant entry processes after obtaining a visa.
- Given a work permit application cannot be submitted during the lockdown, the individuals should present an extension application and proof-of-lockdown certificate to the Exit-Entry Administration Bureau immediately after the lockdown is lifted.

As the spread of Covid-19 in Shanghai has been largely brought under control, government departments will begin resuming work at an accelerated pace. Going forward, KPMG will continue to track policy developments involving the national and local immigration authorities, and we will keep updated about work resumption arrangements that have been proposed by the relevant government departments. Meanwhile, in the coming months, we anticipate that additional Chinese Embassies abroad will update pre-departure testing requirements for individuals entering China to facilitate cross-border travel. Should you have any queries regarding these issues, please contact a member of KPMG's Immigration team.

[kpmg.com/cn/socialmedia](https://kpmg.com/cn/socialmedia)



For more information about KPMG China's Tax services, please scan the QR code or visit our website: <https://home.kpmg/cn/en/home/insights/2022/01/china-tax-alert.html>



For a list of KPMG China's offices, please scan the QR code or visit our website: <https://home.kpmg.com/cn/en/home/about/offices.html>

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2022 KPMG Huazhen LLP, a People's Republic of China partnership, KPMG Advisory (China) Limited, a limited liability company in Mainland China, KPMG, a Macau (SAR) partnership, and KPMG, a Hong Kong (SAR) partnership, are member firms of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved. Printed in Mainland China.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organisation.