



TAX UPDATE

NATIONAL TAX AGENCY - UPDATE OF FAQs RELATING TO COVID-19

1. Update of 'FAQs about the tax treatments for the tax filing and tax payment procedures, etc. relating to COVID-19'

On 26 March 2021, the National Tax Agency updated the 'FAQs about the tax treatments for the tax filing and tax payment procedures, etc. relating to COVID-19' (Japanese only) which have been updated several times since the original release on 25 March 2020.

The following FAQs which had been added/updated on 26 February 2021^(*) were updated:

^(*) We set out an outline of the update of the FAQs as of 26 February 2021 in the e-Tax News No.222 ['Update of FAQs Relating to COVID-19'](#) issued on 2 March 2021.

■ 5 Tax Treatments relating to COVID-19

<Corporation Tax>

Q7. Timing of revenue recognition of subsidies, etc.

<Income Tax>

Q9-2. Timing of revenue recognition of subsidies, etc.

2. Update of 'Frequently Asked Questions about Grace System for National Tax Payment'

On 18 March 2021, the National Tax Agency updated the webpage of ['For taxpayers who face difficulty paying their national tax due to the influence of the novel coronavirus disease \(COVID-19\)\(Last update: March 18, 2021\)'](#), which introduces various information about the grace of asset conversion (Article 151 and 151-2 of the National Tax Collection Act) and grace of tax payment (Article 46 of the Acts on General Rules for National Taxes). The webpage includes information about the ['Guide to Applying for Grace'](#) (PDF 1,377KB) and application form for the grace of tax payment, etc.

['Frequently Asked Questions about Grace System for National Tax Payment'](#) (PDF 636KB), which address the basic treatment of the grace system for national tax payment and have been updated several times since the original release on 30 April 2020, on the webpage was also replaced by the version as of February 5th, which reflects the updates of the Japanese version made on 2

February^(*1) and 5 February^(*2).

(*1) We set out contents of the update in the e-Tax News No.218 [‘National Tax Agency - Update of FAQs relating to COVID-19’](#) issued on 4 February 2021.

(*2) Corresponding to the announcement by the National Tax Agency on 2 February 2021 about the extension of filing and payment due dates for income tax, etc. to 15 April 2021, the description (note) in ‘Q25 How to check the final date of special grace period?’ was updated.