



# Income Year 2025 Fourth Quarter Tax Reminder

December 2025



# December 2025 Tax Instalment

## In this issue:

Our quarterly tax newsletter outlines the following:-

- Your obligations for filing and payment of taxes and/or levies for the fourth quarter of income year 2025;
- Key reminders on individual and corporate tax rates and allowances;
- Filing obligations with the Companies Registry



## Petroleum Profits Tax & Unemployment Levy

Companies engaged in petroleum operations are required to pay fourth quarter petroleum profits tax instalment for income year 2025 and unemployment levy instalment on or before December 31, 2025.

The quarterly tax instalments for income year 2025 are based on the taxable profits for the current financial year.

## Corporation Tax

Fourth quarter corporation tax instalment for income year 2025 is due on or before December 31, 2025.

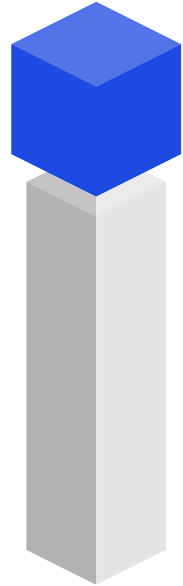
Where your estimated chargeable income for income year 2025, is likely to exceed or exceeds the chargeable income of the preceding year (income year 2024), your quarterly instalments shall be paid on the basis of the estimated chargeable income of 2025. Interest will be due on the difference between 80% of the increase in the tax liability of the current year and the total amount paid by the end of the fourth quarter, that is, December 2025.

Conversely, where your estimated chargeable income for income year 2025 is expected to be less than that for income year 2024, you are required to obtain approval from the Board of Inland Revenue ("BIR") to reduce your quarterly tax instalments. We can assist with such applications to the BIR.

## Self-Employed persons

Fourth quarter income tax instalment for income year 2025 is due on or before December 31, 2025 together with quarter four health surcharge instalment. Any final balance due for income year 2025 can be paid when filing your income tax return in April 2026.

# Reminders

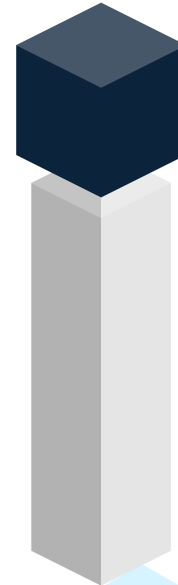


## Business Levy



Fourth quarter payment of business levy ("BLV") is due on December 31, 2025. The rate is 0.6% on gross sales or receipts of the fourth quarter. It is **only** required to be paid where it exceeds your corporation tax liability.

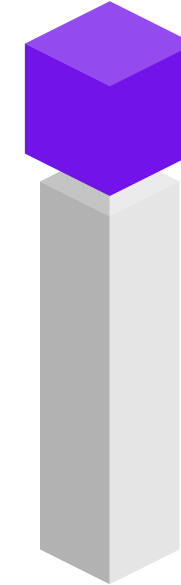
NB: Effective January 1, 2024, export sales of manufacturing companies are exempt from BLV.



## Green Fund Levy



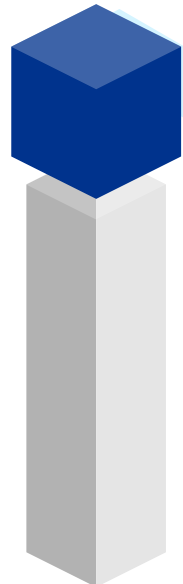
Fourth quarter payment of green fund levy is due December 31, 2025. The rate is 0.3% on gross sales or receipts of the quarter ended 31 December 2025.



## PAYE



PAYE must be remitted to the BIR by the 15th of the following month.



## Income Tax Returns; Petroleum Tax Returns and Corporation Tax Return Filings

Tax Returns for income year 2025 are due on or before April 30, 2026.



# Individual Tax Rates and Allowances

Individual Income Tax Rates and Allowances	Income Year 2025
Chargeable income up to TT \$1M	25%
Chargeable income in excess of TT \$1M	30%
Personal allowance	\$90,000
Approved pension/deferred annuity/ NIS contribution 70%	\$60,000
Tertiary education expenses	\$72,000
First time homeowner	\$30,000
Donations under deed of covenant	up to 15% of total income
CNG kit and cylinder - Tax Credit	25% of cost – Max \$10,000
Solar water heating equipment - Tax Credit	25% of cost – Max \$10,000
Venture capital - Tax Credit	30% of investment
National Tax-Free Savings Bonds - Tax Credit	25% of face value up to \$5,000
Maintenance/Alimony paid (court order)	100%
Severance pay exemption limit	\$500,000
Guest house approved capital expenditure deduction	100%

**Please reach out to us to discuss how these allowances may impact your tax instalment due December 31, 2025.**

# Corporation Tax and Levies Rates

Corporation Tax Rates	2025
Corporation tax rate	30%
Corporation tax rate - Petrochemical Companies & Financial Institutions	35%
Small and Medium Enterprise (SME) - First five years from listing on T&T Stock Exchange	0%
SME - first 5 years after listing on T&T Stock Exchange	15%
Business Levy - Gross sales / receipts	0.6%
Business Levy - Listed SME – First five years from listing	0%
Business Levy - first 5 years after listing on T&T Stock Exchange	0.3%
Business Levy - Export Sales of Manufacturing companies	Exempt
Green Fund Levy - Gross sales / receipts	0.3%
Green Fund Levy - Listed SME – First five years from listing	0%
Green Fund Levy - first 5 years after listing on T&T Stock Exchange	0.15%

**Please reach out to us to discuss how these allowances may impact your tax instalment due December 31, 2025.**

# Corporation Tax Allowances

Allowances	Income Year 2025
Training & Retraining allowance	150% uplift
Audio / Visual / Video Production allowance	150% uplift – Max \$12M <sup>1</sup>
Art & Culture	100% - Max \$12M <sup>1</sup>
Sportsmen & Sporting Activities	100% - Max \$12M <sup>1</sup>
Fashion industry allowance	150% uplift – Max \$12M <sup>1</sup>
Investment in tech start-up and new tech business	150% uplift – Max \$3M
Technology solution and Digitization	150% uplift – Max \$3M
Creation of employment in a technology industry	150% uplift – Max \$3M
Apprenticeship Training Programme	150% uplift – Max 20% of wages & salaries
Corporate Sponsorship - Public and Private schools	150% uplift – Max \$500,000
Promotional allowance	150% uplift
Research & Development – to create a new / improved product	140% - Max \$3M
Preservation of Property of Interest – certified by Minister	150% uplift – Max \$1M
Sponsorship of public & private schools	150% - Max \$500,000
Energy Service Company allowance	150% uplift
Manufacturing companies - initial allowance	90%
Scholarship allowance – not employees	100%
Covenanted donations to charity	100% - Max 15% of Total Income
Research and development (R&D) capital allowance	40% of expenditure
Cybersecurity Investment Tax Allowance	Expenses incurred – Max \$500,000

**Please reach out to us to discuss how these allowances may impact your tax instalment due December 31, 2025.**

**Note 1: The aggregate claim in respect of these allowances is capped at \$12 million**

# Petroleum Tax Rates and Allowances

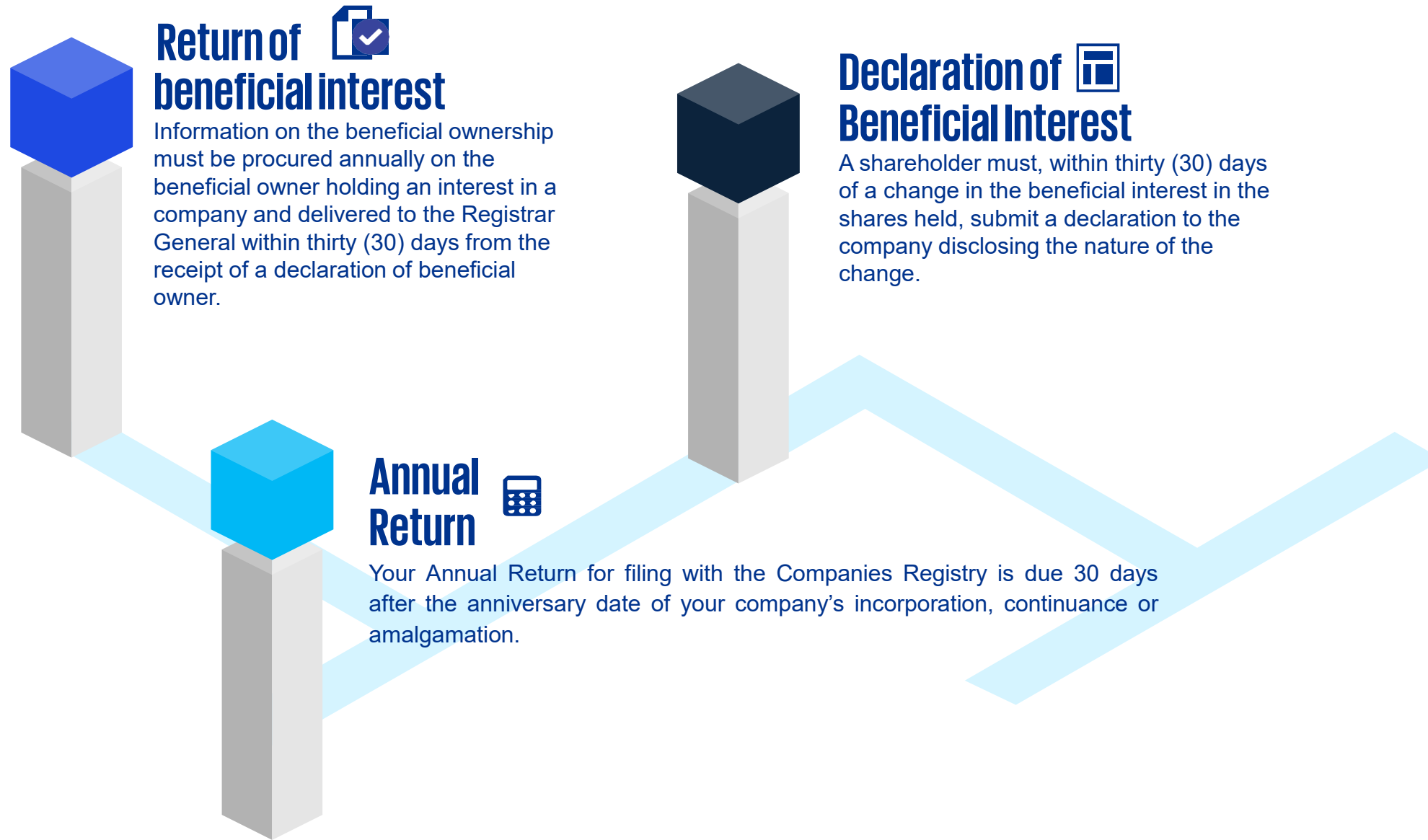
Petroleum Tax	Income Year 2025
Petroleum Profits Tax (PPT) - Petroleum operations	50%
Petroleum Profits Tax (PPT) - Petroleum operations: Deepwater blocks	30%
Unemployment Levy	5%
Supplemental Petroleum Tax (SPT)	Varying rates from 0–55%
Tax losses brought forward	75% relief
Petroleum Production Levy	lower of 4% of income from crude oil of >3,500 bopd <sup>2</sup> or share of subsidy
Royalty	12.5% of the fair market value of crude oil and natural gas won and saved

Petroleum Allowances/credits	2025
Investment Tax Credit	30%
Sustainability Incentive	25%
Tangible/Intangible/Exploration allowance	20% per annum on capital expenditure over 5 years on a straight-line basis
Deepwater Blocks	140% uplift
Enhanced Oil Recovery/Carbon Capture allowance	30%

**Please reach out to us to discuss how these allowances may impact your tax instalment due December 31, 2025.**

**Note 2: Barrels of oil per day**

# Reminders – Companies Registry





# Contact us

We hope our reminders are of assistance to you, but should you need to discuss please contact one of our tax team members listed below or your usual KPMG service contact.

## Contact Us

**Nicole Joseph**

**Partner, Tax**

T: (868) 678-0050

E: [nicolejoseph@kpmg.co.tt](mailto:nicolejoseph@kpmg.co.tt)

**Nirmala Ramsarran**

**Director, Tax**

T: (868) 612 KPMG

E: [nramsarran@kpmg.co.tt](mailto:nramsarran@kpmg.co.tt)

**Jo-Anna Mark-Alleyne**

**Senior Manager, Tax**

T: (868) 612 KPMG

E: [jmark-alleyne@kpmg.co.tt](mailto:jmark-alleyne@kpmg.co.tt)

## Contact Us

**Meera Ramnanan**

**Manager, Tax**

T: (868) 612 KPMG

E: [mramnanan@kpmg.co.tt](mailto:mramnanan@kpmg.co.tt)

**Daniel Ramkhalawan**

**Assistant Manager, Tax**

T: (868) 612 KPMG

E: [dramkhalawan@kpmg.co.tt](mailto:dramkhalawan@kpmg.co.tt)

## Address:

Savannah East

11 Queen's Park East

Port of Spain

Trinidad and Tobago, W.I.

**Tel:** 1 868 612 KPMG (5764)

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### Caveat

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