



GUIDE TO FILL THE STATEMENT FOR THE PURPOSE OF SECTION 195 OF THE INLAND
REVENUE ACT, NO. 24 OF 2017 AND SECTION 58 OF THE INLAND REVENUE
(AMENDMENT) ACT, NO. 10 OF 2021

1. Introduction

This statement is issued for the purpose of section 58 of the Inland Revenue (Amendment) Act, No. 10 of 2021. In order to write off the income tax assessments of the Small and Medium Enterprises (Hereinafter referred as “SME”) subject to the provision of section 58 of the Inland Revenue (Amendment) Act, No. 10 of 2021, tax officials are required to identify the person who satisfies the conditions of a SME in accordance with the definition of Section 195 of the Inland Revenue Act, No.24 of 2017, for the year of assessment Commencing on April 1, 2019 (2019/2020). Therefore, details of the statement should be filled in relation to the Year of assessment 2019/2020.

If your annual gross turnover is not less than Rs. 500,000,000 for the year of assessment 2019/2020, you are not required to fill all the details of this statement. In such cases, if you received this statement from a tax official, please mentioned the TIN and gross turnover (item 4 and 5), fill the declaration and then submit the statement to the tax official. Others are required to fill all the details of the statement and if anything is not applicable, mentioned as “Not Applicable”.

2. Illustrations (For an individual)

2.1 Individual

Mr. Samarathunga is running a proprietorship. During the Year of Assessment 2019/2020, its gross turnover is Rs. 200,000,000. He is a partner of “RS Associates” partnership, sharing profits equally. He is a director of Samarathunga Distributors (Pvt) Ltd with 80% of shareholding. He has following investments during the year of assessment 2019/2020.

Company	No. of shares	% of the ownership
DDD PLC	1000	0.1%
EEE (Pvt) Ltd.	500,000	25%
MNO (Pvt) Ltd.	1,000,000	80%

MNO (Pvt) Ltd. has 2,000,000 shares in NOM (Pvt) Ltd which is 90% of the issued stated capital of the NMO Company.

Mr. Samarathungs's statement is as follows.

STATEMENT FOR THE PURPOSE OF SECTION 195 OF THE INLAND REVENUE ACT,
NO. 24 OF 2017 AND SECTION 58 OF THE INLAND REVENUE (AMENDMENT) ACT,
NO. 10 OF 2021

(All details should be filled by considering the position of the year of assessment 2019/2020 –from
01.04.2019 to 31.03.2020)

1. Name of the person

Samarathunga G.A.D.S.

2. Name and address of the business organization or entity

Samarathunga Stores, 225, Hendala, Wttala

3. Type of the person's business organization or entity (cut it out the irrelevant):

Sole proprietorship / ~~Partnership~~ / ~~Limited liability Company~~ / ~~Other~~

4. TIN 222222222

5. Gross turnover of the year of assessment commencing on April 1, 2019 (2019/2020)

Rs. 200,000,000

6. If the person is an individual taxpayer and such individual is, (tick the relevant)

a. a partner of a partnership

Yes ✓	No
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b. a director of a company

Yes ✓	No
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c. a shareholder of a company

Yes ✓	No
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d. indirectly control other entries or benefit received from other entities

Yes ✓	No
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(through the ownership of other entities)

6.1 If the individual is a partner of partnership/s,

Name of the Partnership	TIN	% of the Ownership
RS Associates	888888888	50%

6.2 If the individual is a director of company/ies,*

Name of the Company	TIN	% of the Ownership
Samarathunga Distributors (Pvt) Ltd	333332222	80%

6.3 If the individual is a shareholder of company/ies*

Name of the Company	TIN	% of the Ownership (Direct/Indirect)		
		Capital	Income	Voting Power
EEE (Pvt) Ltd.	232323222	25%	25%	25%
MNO (Pvt) Ltd.	444446666	80%	80%	80%
NOM (Pvt) Ltd.	111112222	72%	72%	72%

7. If the person is not an individual taxpayer and such person is, (tick the relevant)

a. a partner of a partnership

Yes

No

b. a shareholder of a company

Yes

No

c. indirectly control other entries or benefit received from other entities
(through the ownership of other entities)

Yes

No

7.1 If the person is a partner of partnership/s

Name of the Partnership	TIN	% of the Ownership
Not Applicable		

7.2 If the person is a shareholder of company/ies*

Name of the Company	TIN	% of the Ownership (Direct/Indirect)		
		Capital	Income	Voting Power
Not Applicable				

2.2 Other Entities

TDS Ltd. is a company incorporated under the Companies Act, No. 7 of 2007. Gross turnover of the company for the Year of Assessment 2019/2020 is Rs. 350,000,000. Company has following investments during the year of assessment 2019/2020.

Company	No. of shares	% of the ownership
NTD (Pvt) Ltd	1,000,000	15%
TSS (Pvt) Ltd.	300,000	70%
HDS Holdings PLC	100,000	2%

TSS (Pvt) Ltd. has 5,000,000 shares in LKD (Pvt) Ltd which is 80% of the issued stated capital of the LKD Company. LKD (Pvt) Ltd. has 2,000,000 shares in KDDD (Pvt) Ltd which is 90% of the issued stated capital of the KDDD Company.

TDS Ltd statement is as follows.

**STATEMENT FOR THE PURPOSE OF SECTION 195 OF THE INLAND REVENUE ACT,
NO. 24 OF 2017 AND SECTION 58 OF THE INLAND REVENUE (AMENDMENT) ACT,
NO. 10 OF 2021**

(All details should be filled by considering the position of the year of assessment 2019/2020 –from
01.04.2019 to 31.03.2020)

1. Name of the person TDS Ltd

2. Name and address of the business organization or entity

285, Union Place, Colombo 02

3. Type of the person's business organization or entity (cut it out the irrelevant):

~~Sole proprietorship~~ / Partnership / Limited liability Company / ~~Other~~

4. TIN 4444444444

5. Gross turnover of the year of assessment commencing on April 1, 2019 (2019/2020)

Rs. 350,000,000

6. If the person is an individual taxpayer and such individual is, (tick the relevant)

e. a partner of a partnership

Yes	No
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f. a director of a company

Yes	No
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g. a shareholder of a company

Yes	No
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h. indirectly control other entries or benefit received from other entities
(through the ownership of other entities)

Yes	No
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6.1 If the individual is a partner of partnership/s,

Name of the Partnership	TIN	% of the Ownership
Not Applicable		

6.2 If the individual is a director of company/ies,*

Name of the Company	TIN	% of the Ownership
Not Applicable		

6.3 If the individual is a shareholder of company/ies*

	TIN	% of the Ownership (Direct/Indirect)
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Name of the Company		Capital	Income	Voting Power
Not Applicable				

7. If the person is not an individual taxpayer and such person is, (tick the relevant)

d. a partner of a partnership

Yes	No✓
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e. a shareholder of a company

Yes✓	No
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f. indirectly control other entries or benefit received from other entities
(through the ownership of other entities)

Yes✓	No
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7.1 If the person is a partner of partnership/s

Name of the Partnership	TIN	% of the Ownership
Not Applicable		

7.2 If the person is a shareholder of company/ies*

Name of the Company	TIN	% of the Ownership (Direct/Indirect)		
		Capital	Income	Voting Power
NTD (Pvt) Ltd	232323233	15%	15%	15%
TSS (Pvt) Ltd.	989898987	70%	70%	70%
LKD (Pvt) Ltd	657896321	56%	56%	56%
KDDD (Pvt) Ltd.	114365985	50.4%	50.4%	50.4%

3. Place Where you can Submit this statement

Taxpayers can furnish the duly filled statement to the Inland Revenue Department by, registered post or deliver to, reach the relevant regional or metropolitan office or to the assessing unit where this statement has issued.

For further details, please contact;

1. 1944 – Inland Revenue Call Centre 2.
2. Commissioners - Metropolitan and Regional Office (address and contact details you can find from the IRD web portal www.ird.gov.lk).