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Seniority as of Now

BRIGHTURE, 20 Years in financial and tax services

Mission Statement :

Add value to clients by professionalism, be a respected financial consultant

Vision :

Be a leader in financial service sector and a century business

Values :

*Always focus on the clients and serve them with professionalism,
integrity and efficiency*



Shanghai



Qingdao

1. Subject to the Individual Income Tax Law and its implementation Regulations, the Law on the Administration of Tax Collection and its implementation Regulations as well as relevant provisions, the State Administration of Taxation issued the Announcement on Final Settlement of Comprehensive Individual Income Tax for 2022 (SAT [2023] No.3), which provides:

(1) Final Settlement:

After the closing of Year 2022, individual residents (hereinafter referred to as taxpayers) are required to sum up the four comprehensive incomes, namely (a) wages and salaries; (b) remuneration for services; (c) remuneration for writing; and (d) royalties, which are obtained from January 1 to December 31, 2022. After deducting 60,000 Yuan of expenses, and special deductions, special additional deductions, other deductions subject to law and qualified donations to public welfare and charities, comprehensive individual income tax rate shall be applied and quick deduction shall be subtracted to get the final tax payable, from which the tax prepaid in 2022 shall be subtracted to get the tax refundable or payable, and thereafter, declaration shall be made to the tax authorities for tax refund or payment.

(2) Final settlement is not required:

In one of the following circumstances, final settlement is not required for a taxpayer who has duly paid individual income tax in advance in 2022:

- ① Supplementary tax payment is required in the final settlement but the comprehensive income does not exceed 120,000 Yuan for the whole year;
- ② The amount of supplementary payment is not greater than 400 Yuan;
- ③ The amount of tax paid in advance is consistent with the amount of tax payable in the final settlement;
- ④ The requirements for tax refund are met but no application for tax refund is made.

(3) Final settlement is required

In one of the following circumstances, final settlement is required for a taxpayer:

- ① The amount of tax paid in advance is greater than the amount of tax payable in the final settlement and the application for tax refund is made;
- ② The comprehensive income obtained in 2022 is in excess of 120,000 Yuan and the amount of supplementary tax required for the final settlement is in excess of 400 Yuan.

Where a tax payer under-declares or fails to declare comprehensive income in 2022 due to any mistake in applicable income items or the failure of the withholding agent to fulfill his obligation, the taxpayer concerned shall duly handle the final settlement.

(4) Settlement time:

The 2022 annual settlement shall be processed from March 1 to June 30, 2023. Taxpayers who have no domicile in China and leave China before March 1 may have their annual settlement completed before departure.

2. In order to speed up the development of new forms of foreign trade and promote the high-quality trade, the Ministry of Finance, the General Administration of Customs and the State Administration of Taxation issued the Announcement on Tax Policy for Returned Commodities of Cross-border E-commerce Exports (CAIHAISHUI [2023] No.4), which provides:

(1) Within 1 year from January 31, 2023, export goods (excluding food) declared under the cross-border e-commerce Customs Supervision Code (1210, 9610, 9710, 9810) that are returned to the country in their original state within 6 months from the date of export due to poor market or return and are import duty and import value-added tax and consumption tax will be exempted; The export duties collected at the time of export are allowed to be refunded, and the value-added tax and consumption tax collected at the time of export shall be subject to the relevant tax provisions on the return of goods sold in the domestic market, provided that the export commodities under the Supervision code 1210 shall be transferred out of the special Customs supervision area or the bonded logistics center (Type B) within 6 months from the date of departure for export.

(2) For commodities conforming to the provisions of Article 1, the enterprise shall repay the refunded tax subject to the prevailing provisions. In addition, enterprises shall apply for exemption from import duties, value-added tax and consumption tax in import links and refund of export duties on the basis of the Certificate of Tax Paid / Not Refunded on Export Goods issued by the competent tax authorities.

(3) "Returned to the country in their original state" in Article 1 means that the minimum form of goods returned to the country shall be basically the same as that of the export goods without any additional accessories or parts, and without any processing or modification. However, goods after unpacking, inspection (laboratory test), installation, debugging etc. can still be regarded as in "original state";





Case of Financial and Taxation Services

Background: An Australian company mainly sells books. Considering the strong market potential in China, it hopes to explore the Chinese market and plans to sell books to individual consumers in mainland China through online sales. They needed tax consultation to know what taxes Chinese consumers need to pay in China after buying books online. The company's Chief Financial Officer came to Brighture for help

Service provided: Upon the request of the company, we had an in-depth communication with the CFO to fully understand their business model, business process and subsequent development planning. We then analyzed the business situation of the company and the policies of China Customs on inbound printed materials, personal inbound mailed articles and cross-border e-commerce, and issued a tax consultation report, which explains in detail the tax payables by individual consumers under different circumstances, so that the company can understand the tax burden of consumers and develop its sales strategy.

Friendly Reminder

When Chinese individual consumers purchase items from overseas for personal use, different tax policies will be applied according to different circumstances, such as policies on personal postal articles tax or cross-border e-commerce.

When selling products to Chinese consumers, overseas enterprises need to consider consumers' tax burden, so as to formulate appropriate sales strategies and product pricing strategies.

As a professional financial and tax consulting service institution, Brighture can provide tax consulting services to enterprises and individuals to help them improve tax compliance and reduce tax-related risks.

Recent Events of Kreston

In order to promote the communication and cooperation among Kreston members, Kreston recently held the following activities:

1. Kreston Global has welcomed new Bangladesh-based firm Howlader Maria & Co., (HmAC) to the Kreston network.

Howlader Maria & Co., (HmAC) is one of the fast-growing Chartered Accountants firms in Bangladesh. Based in Dhaka, the firm offers audit, accounting, outsourcing, tax, foreign direct investment facilitation & business consulting services to international businesses and foreign subsidiaries based in Bangladesh and overseas.



2. Kreston Global appoints new Director of Quality and Professional Standards

Kreston Global announces the appointment of Jenny Reed as Director of Quality and Professional Standards, as well as a number of new appointments to further strengthen audit quality across the network.

Jenny, formerly Head of Audit and Assurance at Baker Tilly International, will oversee the onboarding process of prospective member firms as well as the ongoing development of training and resources. She will be working with member firms to identify priority areas for professional development and training, as well as working with Kreston's ESG Advisory Committee.



Jade Zang
Customer Development
Dept.
Intermediate
Accountant
- 14 Years

Mottos:
Strive to be qualified,
and strive to be
excellent



Elina Yang
VIP Customers Dept.
Intermediate
Accountant
- 11 Years

Mottos:
Choice is more
important than effort,
and preparation is
more important than
exertion



Julie Cui
VIP Customers Dept.
- 11 Years

Mottos:
Difficult things can
only be tackled from
easy ones. Great
undertakings have
small beginnings.



Martina Zhang
VIP Customers Dept.
Intermediate
Accountant
- 11 Years

Mottos:
Smile is a language
with multiple
meanings



Eileen Song
Shanghai Dept.
- 9 Years

Mottos:
Be inspired in study,
be enterprising in
work

Brighture was incorporated at the beginning of 2003 and has been committed to provide domestic and foreign enterprises with financial outsourcing, legal, audit and business services. Our mission is to provide clients with high quality tax services and tailored solutions to meet their different needs, while building trust and long-term partnership with them.

In 2015, Brighture became a member of Kreston International, the 13th largest accounting network in the world. We not only provide services for domestic clients, but also provide resource docking and service assistance for other clients from all over the world based on our international vision and local resources.

Scope of services

Financial and taxation services: *Perennial fiscal and tax consultation, fiscal and tax outsourcing, tax planning, export duty rebate, merger and reorganization, transfer pricing, tax training*

Legal services: *Daily legal consultation, legal due diligence, contract review, compliance review, intellectual property protection, labor relations*

Audit services: *internal control audit, financial statement audit, fiscal and tax due diligence, asset evaluation, capital verification*

Business services: *registration of domestic and foreign-funded enterprises, change of registration items, enterprise liquidation and cancellation, personnel outsourcing*

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Disclaimer: The information contained herein is for reference only, please refer to the relevant laws, bylaws and judgment made by local administrative authorities.

We provide domestic and foreign enterprises with financial, tax, legal, audit and business services leveraging our 20 year's experience. It is a prudent decision to cooperate with a time-honored consultant with international vision, local resources, one-stop solutions, a member of Kreston International which is the 13th largest accounting network in the world.