

MONTHLY NEWSLETTER

December, 2025



Για Ελληνικά πατήστε εδώ

Welcome to the latest edition of our monthly newsletter!
We're excited to share with you recent financial news and updates.

If you would like to discuss any of these articles in more detail, please contact us at the office.

Kind Regards | A & C CHRISTOFI LTD



Second Provisional Tax 2025

According to the Cyprus Income Tax Law, legal entities and self-employed have an obligation to apply a temporary tax assessment of their expected annual taxable income for the year 2025.

The deadline for the submission and payment of the tax assessment are on or before following date:

- **31st of December 2025**

If provisional tax payments were made based on an incorrectly calculated yearly taxable profit, then there should be an amendment before the end of the current tax year, **31st December 2025**.

Entities that do not plan to make a profit in 2025, are NOT obliged to submit a provisional tax return.

Penalties for Late Submission

As per article 50A(e) of the Assessment and Collection of Taxes Law No.4 1978, entities are subject to a 5% penalty plus interest of 1.75% on the payable amount if they pay after the deadline.

Deemed Dividend Distribution as at 31 December 2025

We would like to remind you of the obligations that arise from the deemed dividend distribution (DDD) provisions of the Special Contribution for the Defence Law that apply on **31 December 2025**.

According to the DDD provisions, Cyprus tax resident companies should distribute at least 70% of its accounting profits to its Cyprus tax resident shareholders, as dividends, within two years from the end of the tax year to which such profits relate.

If these profits were not distributed, then it would be considered as “deemed distributed” and the relevant Special Defense Contribution would need to be paid.

DDD provisions are applicable in cases that a Cyprus tax resident company has shareholders who are Cyprus tax residents and Cyprus domiciled.

The National Health Contribution (GHS) should also be paid by 31 January 2026 for the undistributed accounting profits.

Payments of SDC and GHS

The prompt payment of SDC and GHS can be made either through the Tax Portal via JCC or by using the Reference Code through online banking.

The relevant tax codes per payment type are provided below:

Payment type	Tax code
SDC on actual dividends paid	603
SDC on deemed dividends distribution	623
GHS contributions on actual dividends paid	703
GHS contributions on deemed dividends distribution	723



Announcement of the registrar of companies regarding the confirmation of the Ubos with the UBO Register 2025



The Department of Registrar of Companies and Intellectual Property (DRCIP) informs that all companies incorporated or registered under the Companies Law, Cap. 113, all European Public Limited-Liability Companies (SE), and all Cooperatives (hereinafter referred to as Organizations), are required to log into the Beneficial Owners Register (BOR) system from **1 October 2025 until 31 December 2025** and proceed with the confirmation of the details of the beneficial owners (BOs) or the senior managing officials or with due diligence checks (as applicable in each case).

Please note that if by 31 December 2025 the confirmation of details is not completed as above, irrespective of any criminal liability or prosecution of any person, the company or other legal entity will be subject to a financial penalty of one hundred euros (€100) on the first day, and a further fifty euros (€50) for each additional day the violation continues, up to a maximum total penalty of five thousand euros (€5,000).

For more information about the steps for the confirmation procedure in the system, please click the following link:

<https://www.companies.gov.cy/gr/βάση-πληροφοριών/συνήθειες-ερωτήσεις-πραγματικοί-δικαιούχοι/επιβεβαίωση-στοιχείων-στο-μητρώο-πραγματικών-δικαιούχων>

[View Online](#)

It is noted that if the initial registration, a change or any other action in the BO system concerning the details of Beneficial Owners or senior managing officials, or due diligence of the company or other legal entity occurs during the confirmation period (i.e. between 1/10 and 31/12 of the current year), then the initial registration or change or any other action must be carried out, and subsequently the confirmation of the BOs' or senior managing officials' or due diligence details (as applicable in each case) must also be completed by 31/12 of the current year.

Please note that the confirmation of details must be performed only once during the period 1/10 to 31/12 of the current year. If after the confirmation of details a change or any other action arises, the confirmation does not need to be repeated.

Queries regarding BO matters should be sent to: Ubos@meci.gov.cy

The Beneficial Owners Register is electronic and updates are made exclusively through the following link: <https://ubo.meci.gov.cy>

TD7 2025 Submission and Obligation for Recording Valid Tin

Following the announcement of the Tax Department ([announcement – available only in Greek](#)), we would like to remind our clients that for the submission of the TD7 declaration for 2025, it is required to record a valid tax identification number (TIN) for all employees.

The tax registration and obtaining a TIN is done online through the Tax For All portal of the Tax Department ([Online Registration | TFA - TAX FOR ALL](#)).



Stock Take and Cash Count

STOCK TAKE

We would like to inform you that every year you have to record / count the inventory of your business. This is a mandatory task according to the legislation of the Tax and VAT.

- To identify any differences between the actual count and your systems.
- The process will help to identify any expired or damaged goods.

It is important to note that a person in our office must be present during the recording / counting.

CASH COUNT

It is important to know that on the last day of each accounting year, on 31/12, your business fund should be counted.

The countdown should detail the postdated checks and the balance of cash available.



This holiday season our offices will be closed:

- **24th - 26th December 2025**
- **31st December 2025**
- **1st - 2nd January 2026 and**
- **6th January 2026.**

For urgent matters during the holidays, you can email us at support@accyp.com and we will try to get back to you as soon as possible!

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