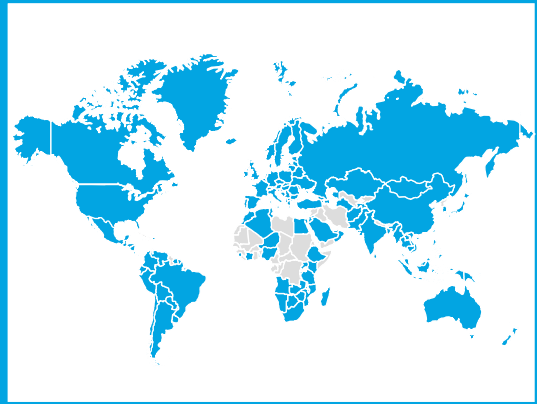


EXPATRIATES

Indonesia

Tax facts for international assignees



INCOME TAX: WHO IS LIABLE

An Indonesian national who is abroad is considered not domiciled in Indonesia if he/she is permanently domiciled abroad, as proven by having one of the following valid identity documents as a resident abroad:

- Green card;
- Identity card;
- Student card;
- Endorsed overseas address on passport by the Republic of Indonesia Representative Office abroad;
- Statement letter from the Republic of Indonesia Embassy or Republic of Indonesia Representative Office abroad; or
- Officially stated in the passport by immigration office of the respective country.

An Indonesian national who works abroad for more than 183 days in any 12 months period is regarded as a non-tax resident as of the date he/she leaves Indonesia, provided he/she has one of the above documents and the income received or earned from abroad is exempt from income tax in Indonesia if the income has already been taxed abroad.

In the case the individual receives or earns income which is sourced from Indonesia, such income is subject to income tax in Indonesia in accordance with the prevailing tax regulations.

BREAKING RESIDENCY - EXIT PROCEDURES

If the Indonesian national works abroad and does not have any one of the valid identity documents as listed, he/she is still being regarded as a tax resident.

A tax resident of Indonesia must file an Indonesian tax return.

An individual tax resident who is leaving Indonesia and become a non-Indonesian tax resident is obligated to file his/her annual income tax return in the last tax year or part of tax year of his/her status as a tax resident to declare the income received in accordance with the prevailing tax regulations.

In the event an individual is an Indonesian tax resident and concurrently a tax resident of a treaty partner country/jurisdiction partner, the tax resident status of such individual is determined pursuant to the provisions in the respective tax treaty.

INCOME TAX RATES

Tax rate	Taxable income
5%	Up to IDR 50,000,000
15%	Over IDR 50,000,000 but not exceeding IDR 250,000,000
25%	Over IDR 250,000,000 but not exceeding IDR 500,000,000
30%	Over IDR 500,000,000

SOCIAL SECURITY CONTRIBUTIONS

An Indonesian national who works abroad can still continue to contribute to social security in Indonesia.

The premium contributions to Manpower Scheme are as follow:

- Working Accident Protection and Death Insurance IDR 370,000 per month
- Old Age Saving IDR 105,000 - IDR 600,000 per month

SOCIAL TAX RATES

While, the utilization of Healthcare Scheme can only be in Indonesia, the premium contributions to Healthcare Scheme as per 1 July 2020 are as follow:

- Service benefit class I - IDR 150,000
- Service benefit class II - IDR 100,000
- Service benefit class III - IDR 25,500

For further information and to register for future updates contact expat@bdo.global

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