

The deadline for submission of annual income tax returns for income generated in 2014 is 15 May 2015.

Individuals whose total net income in 2014 exceeded RSD 2,211,336 are obliged to file annual tax return.

Tax residents of Serbia declare worldwide income, while tax non-residents of Serbia declare income generated on the territory of Serbia.

Tax brackets are presented below:

Description	Amount in RSD
Non-taxable income	up to 2,211,336
Income taxable @ 10%	from 2,211,337 up to 6,634,008
Income taxable @ 15%	from 6,634,009

The income for taxation is reduced for the prescribed personal deductions:

- for the taxpayer: RSD 294,845
- for each dependent family member: RSD 110,567

Total amount of personal deductions may not exceed 50% of the amount of taxable income.

Manner of Submission of the Tax Return

The Law on Tax Procedure and Tax Administration envisions that annual tax returns should be submitted in paper form until 31 March 2015 and **only** in electronic form from 1 April 2015.

Possibility of Filing Extension

The Law on Tax Procedure and Tax Administration allows a filing extension for returns under the following conditions:

- a written application must be submitted to the Tax Authorities,
- the application must be submitted before the filing deadline, and
- justification for the filing extension must be provided (e.g. illness, absence from the country, accident, major disaster, etc.).

The extension application should be submitted at the place where the tax return is filed. The Tax Authorities should respond within five days from the receipt of the extension application. The deadline may be extended for a maximum of six months.

Should you need assistance in preparing and submitting of your annual income tax return or if you are interested in a presentation on this for your employees, please do not hesitate to contact us.

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