
TAX INFORMATION BULLETIN

INSURANCE COMPANIES TAX

On December 14, 2005, the reporting requirements under the Insurance Companies Tax Act changed. The revised legislation now requires annual filing with periodic installments.

Insurance companies registered under the Insurance Companies Tax Act will continue to file an annual return before March 21st for the preceding year. However, the Act and Regulations now provide for periodic payments. These payments shall be estimated based on tax due from the prior year's annual return. Installment frequency is determined according to the following schedule:

Annual Tax Due	Filing Frequency	Period	Due Date
>or= \$1,000,000	<i>Monthly</i>	January, February,... December	20 th of the following month
> or = \$500,000 but < \$1,000,000	<i>Quarterly</i>	January – March April – June July – September October - December	April 20 th July 20 th October 20 th January 20 th
> or = \$100,000 but <\$500,000	<i>Semi-Annually</i>	January – June July – December	July 20 th January 20 th
<\$100,000	<i>Annually</i>	January - December	March 20 th

Installments that have not been filed according to the revised legislation are subject to a late filing penalty and interest.

A letter to all registrants will follow shortly to advise them of individual filing frequency.

Further information regarding this change may be obtained by contacting:

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