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1700/4	April - 5-11
1700/5	April - 5-11
1789/22	Dec-15-12

1788/03	Oct-1-2012
1782/28	Oct-31-2012
1796/9	Feb-06-2013
1832/22	Oct-17-2013

2224/02	Apr-19-2021
2224/09	Apr-20-2021
1796/08	Feb-06-2013
1846/51	Jan-24-2014

2184/15	July-15-2020
2209/22	Jan-05-2021

2224/9	April-20-2021
2217/40	March-05-2021
2238/39   2	July-30-2021
2254/03	November-15-2021

2263/03	January-18-2022

Tax Concessions Provided for Proje  
Source : <http://documents.gov.lk/en/a>

<b>Project</b>
Build a Luxury Hotel as a Mixed Use Complex including High Quality Residencies and a High- End Shopping Mall, in Fort Colombo 1.
LuxuryHotel and Residential Units / Villas in Hambantota in the Southern Province.
Construct and operate a 475 roomed city hotel with 90 Serviced Apartments at No. 116, Galle Road, Colombo 03



"Dedicated Pharmaceutical Manufacturing Zone" ( in an area of 400 acres of land owned by the Board of Investment of Sri Lanka in Hambantota-Arabokka area in two phases
"Dedicated Textile Manufacturing Zone" in an area of up to 400 acres of land to be owned by the Board of Investment of Sri Lanka in Eravur, Batticaloa District
Establish a branch campus of University of Central Lancashire at the Mirigama Export Processing Zone, in the Western Province. Exemptions are operative from 31st dec 2012
Development of Colombo Port City in two phases for the construction of wave protection breakwater, land reclamation, ground improvement, revetment, canals to connect seawater, artery roads and utilities



"Dedicated Textile Manufacturing Zone" in an area of up to 400 acres of land to be owned by the Board of Investment of Sri Lanka in Eravur, Batticaloa District
Ceylon Tyre Manufacturing Company (Pvt) Ltd project to Manufacture Semi Steel Tyres and All Steel Radial Tyres (Truck and Bus Radial Tyres - TBR, Passenger Car Radial Tyres - PCR) for the export market at Hambanthota International Port w
Development and Operation of West Container Terminal- 1 project under the Colombo Port Expansion project.
A four lane elevated highway from New Kelani Bridge to Athurugiriya via Rajagiriya

To provide Information Technology and Information Technology enabled services for export by HCL Technologies Lanka (Private) Limited and to provide technically qualified IT employment opportunities for 5,325 locals by 2032.

cts Identified as Strategic Development Projects  
.cts.php

Company	Tax
Shangri- La Investments Lanka (Private) Limited	Corporate Income Tax
	Personal Income Tax
	The port and airport development levy
	Customs Ordinance
	Value Added Tax ( VAT)
Shangri- La Investments Lanka (Private) Limited	Corporate Income Tax
	Personal Income Tax
	The port and airport development levy
	Customs Ordinance
	VAT
Sinolanka Hotels and Spa (private) Limited	Corporate Income Tax
	Personal Income Tax

	Ports and Airport Development Levy
	Customs Ordinance
	VAT
Krish Group of India	Corporate Income Tax
	Personal Income Tax
	Ports and Airport developemnt Levy
	Customs Ordinance
	VAT
	Finance Act No 5 of 2005
WelcomHotels Lanka (Private) Limited	Corporate Income Tax
	Personal Income Tax
	Ports and Airport developemnt Levy
	Customs Ordinance
	VAT
	Finance Act No 5 of 2005
Sri Lanka Gateway Industries (Private) Limited	Corporate Income Tax
	Personal Income Tax
	Ports and Airport development Levy
	Customs Ordinance
	VAT
	NBT
Lanka Sugar Refinery Company (Private) Limite	Corporate Income Tax
	Personal Income Tax

	Ports and Airport developemnt Levy
	Customs Ordinance
	VAT
	NBT
	Finance Act No 12 of 2012
Individual enterprises identified by the BOI as f	Corporate Income Tax
	Personal Income Tax
	Ports and Airport development Levy
	Custom Ordinance
	VAT
	CESS
Individual enterprises identified by the BOI as f	Corporate Income Tax for income gener
	Personal Income Tax
	Ports and Airport developemnt Levy
	Custom Ordinance
	VAT
	CESS
UCLAN Lanka (Private) Limited	Corporate Income Tax
	Personal Income Tax
	Ports and Airport development Levy
	Custom Ordinance
	VAT
	Finance Act No 5 of 2005
	ESC
CHEC PORT CITY COLOMBO (PRIVATE) LIMITE	Corporate Income Tax

	Personal Income Tax
	The port and airport development levy
	Customs Ordinance
	VAT
	Finance Act No 5 of 2005
	NBT
	Excise Duty
	CESS
	Corporate Income Tax
	Personal income Tax
	Customs Ordinance
	VAT
	NBT
	Excise Duty
	CESS
Proposed exemptions set out in the Schedule below	Corporate Income Tax
	Personal Income Tax
	Customs Ordinance
	VAT

	CESS
	Ports and Airport developemnt Levy
Proposed exemptions set out in the Schedule be	Corporate Income Tax
	Personal income Tax
	Custome Ordinance
	VAT
	CESS
	Ports and Airport developement Levy
Ceylon Tyre Manufacturing Company (Pvt) Ltd	Corporate Income Tax
	Personal Income Tax
	Custome Ordinance
	VAT
	Ports and Airport developemnt Levy
Private-Public-Partnership (PPP) with M/s Ada	Corporate Income Tax
	Personal Income Tax
	The port and airport development levy
	Custome Ordinance
	VAT
CHEC NKBA Elevated Highway (Pvt.) Limited	Corporate Income Tax
	Personal Income Tax
	VAT

	The port and airport development levy
	Excise Special Provision
	CESS
	Customs Ordinance
HCL Technologies Lanka (Private) Limited	Corporate Income Tax
	Personal Income Tax
	The port and airport development levy
	Customs Ordinance
	VAT

<p><b>Details of Concession</b></p>
<p>A 10 year corporate income tax holiday period under the Inland Revenue Act No.10 of 2006 commencing from either the first year in which the Company makes a taxable profit or three (03) years after commencement of commercial operations, whichever falls first and subsequently a concessionary rate of 6% for 15 years.</p>
<p>Dividends received by shareholders are exempted for 10 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans for capital expenditure, technical fees to consultants and on management fees, royalty payments, and marketing fees.</p> <p>Provided these payments are made to one of the following subsidiaries of Shangri-La Asia Limited.</p> <ul style="list-style-type: none"> <li>* Shangri-La International Hotel Management Ltd. — Hong Kong</li> <li>* Shangri-La International Hotel Management — BV</li> <li>* Shangri-La International Hotel Management (Pte) Ltd Singapore</li> </ul>
<p>Exempted during the project construction period.</p>
<p>Importation of project-related goods and the local purchases of project-related goods and services during the project Construction period.</p>
<p>Excluded for the importation of project-related goods and the local purchases of project-related goods and services during the project Construction period.</p>
<p>A 10 year corporate income tax holiday period under the Inland Revenue Act No.10 of 2006 commencing from either the first year in which the Company makes a taxable profit or three (03) years after commencement of commercial operations, whichever falls first and subsequently a concessionary rate of 6% for 15 years.</p>
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Exempted on all imports sourced during the project implementation period
Exempted from customs duty during the project implementation period
Excluded for the importation of project related goods and the local purchases of project related goods and services during the project implementation period.
10 Year Tax free and 15 on a concessionary rate
Dividends received by shareholders are expemted for 10 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on on interest on foreign loans for capital expenditure and technical fees to consultants
Exempted during project implementation period
Exempted on all imports sourced during the project implementation period
Excluded for importation of project related goods and the local purchases of project related goods and services during the project implementation period.
Exempted from the payment of construction under the Gurantee Fund Levy
A 10 year corporate income tax holiday period under the Inland Revenue Act No.10 of 2006 commencing from either the first year in which the Company makes a taxable profit or three (03) years after commencement of commercial operations, whichever falls first and subsequently a concessionary rate of 6% for 15 years.
Dividends received by shareholders are exempted for 10 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans for capital expenditure and technical fees to consultants
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Exempted on all imports sourced during the project implementation period
Excluded for importation of project related goods and the local purchases of project related goods and services during the project implementation period.
Exempted from the payment of construction under the Gurantee Fund Levy during the project implementation period.
A 25 year income tax-free holiday will commence from either the first year in which the Project Company makes a taxable profit or from two (02) years after commencement of commercial operations, whichever falls first.
Dividends received by shareholders are exempted for 25 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans for capital expenditure and technical fees to consultants
Shall not be applicable on the importation of project related capital and construction goods and the local purchases of project related capital goods during the project implementation period of 07 years.
All capital goods imported in the name of the project shall be exempted from the Customs Duty
Shall not be applicable on the importation of project related capital and construction goods and the local purchases of project related capital goods during the project implementation period of 07 years.
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Dividends received by shareholders are exempted for 10 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans for capital expenditure and technical fees to consultants

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The project shall be exempted from customs duty under the Imports and Exports ( Control ) Act No. 1 of 1969 and Special Commodity Levy on import of raw materials under the Special Commodity Levy Act No.48 of 2007.
For Income generated through exports (including deemed exports) and import substitution via sales to the local market will be exempted for a minimum of five (05) years up to a maximum of ten (10) years from the year in which the enterprise commences to make profits or any year of assessment not later than 02 years reckoned from the date on which such enterprise commences commercial operations, whichever falls first.
A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years.WHT will be exempted for payments on foreign loans for capital expenditure and technical fees to consultants
All imports of construction related items, capital goods and raw materials receive exemption
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All imports of construction related items, capital goods and raw materials receive exemption
The tax exemption period is a minimum of 5 years and a maximum of 10 years and varies depending on the number of employees. The exemption period will commence 18 months from the date the agreement is finalised with the BOI.
A maximum of 10 Expatriate staff members are exempted from PAYE for 5 years.WHT will be exempted for payments on foreign loans for capital expenditure and technical fees to consultants
All imports of construction related items, capital goods and raw materials receive exemption
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All imports of construction related items, capital goods and raw materials receive exemption
Tax exemption for a period of 15 years under the Inland Revenue Act No.10 of 2006 ,followed by a concessionary tax rate of 25% for a period of 10 years
Dividends received by shareholders will be exempted for 15 years. A maximum of 20 Expatriate staff members are exempted from PAYE for 5 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans for capital expenditure and technical fees to consultants
Items imported for implementing the Project will be exempted during the project implementation period of 10 years
Imported/local purchases of Project related items and materials required for the Project in the name of the Project Company will be exempted
Importation of project related goods and the local purchases of Project related goods and services, including the payments payable to sub contractors approved by the Project Company shall not be applicable during the Project Implementation period shall be exempted from VAT
Exempted from the Guarantee fund levy for 7 years from the Effective date as per the Project Agreement
Exempted from the ESC for the tax holiday period of 15 years.
A 25 year tax exemption period will commence from either the first year in which the Project Company makes a taxable profit or from 06 years after commencement of commercial operations, whichever falls first.

Dividends received by shareholders will be exempted for 25 years plus one year. A maximum of 30 Expatriate staff members are exempted from PAYE for 10 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans taken for capital expenditure and on technical fees paid to consultants ,on management fees and royalty payments provided however that total of such charges does not exceed three per centum (3%) of the gross operating revenue .on marketing fees provided however the total of such fees does not exceed one point five per centum (1.5%) of the gross operating revenue ; and on incentive management fees provided however the total of such fees does not exceed ten per centum of the gross operating profit.
Exempted during the project implementation period of 8 years
All project related items in capital nature will be exempted during the project implementation period of 08 years.
The importation of project related goods and services and the local purchases of project related goods and services during the Project Implementation Period of eight (08) years shall be exempted The deferment as permitted in the VAT Act shall be applicable not only for direct supplies to the Project Company but also for supplies made to a contractor or by a sub-contractor to a contractor.
Exempted from the payment of Construction Industry Guarantee Fund Levy to the contractor/s and subcontractor's of the Project Company
Exempted for 8 years of the project implementation period
Import of project related items as approved by the Board of Investment of Sri Lanka shall be exempted during the project implementation period of eight (08) years
Import of project related items as approved by the Board of Investment of Sri Lanka shall be exempted during the project implementation period of eight (08) years
Income tax on profits generated from activities excluding the sale of apartments shall be excluded for 15 years and profits generated from sale of apartments shall be excluded for 6 years. The tax exemption period will be followed with a tax concessary period for 10 years for activities excluding the sale of apartments and 6 years for the income generated from the sale of apartments
Dividends received by shareholders will be exempted for 15 years plus one year. A maximum of 30 Expatriate staff members are exempted from PAYE for 10 years. The Company shall be exempted from the payment of Withholding Tax on management fees and royalty payments provided however that total of such charges does not exceed three per centum (3%) of the gross operating revenue, on marketing fees provided however the total of such fees does not exceed one point five per centum (1.5%) of the gross operating revenue; and on incentive management fees provided however the total of such fees does not exceed ten per centum of the gross operating profit and on interest on the foreign loan, and debt was taken for capex and on technical fee.
All project related items in capital nature will be exempted during the project implementation period of 08 years.
The importation of project related goods and services and the local purchases of project related goods and services during the Project Implementation Period of 08 years shall be exempted .The deferment as permitted in the VAT Act shall be applicable not only for direct supplies to the Project Company but also for supplies made to a contractor or by a sub-contractor to a contractor.
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Import of project related items as approved by the Board of Investment of Sri Lanka shall be exempted during the project implementation period of eight (08) years
Import of project related items as approved by the Board of Investment of Sri Lanka shall be exempted during the project implementation period of eight (08) years
For income generated through exports (including deemed exports) minimum of 05 years up to the maximum of 10 years tax holiday will be granted based on the aforesaid criteria.The said exemption period shall be reckoned from the year in which the enterprise commences to make profits or any year of assessment not later than 02years reckoned from the date on which such enterprise commences commercial operations, whichever falls first.
A maximum of 20 Expatriate staff members are exempted from income tax for a period of 5 years
The enterprise shall be exempted from the payment and charge of Customs Duty for import of capital & construction related items, raw materials and production/process related consumables
The enterprise shall be exempted from the payment and charge of Value Added Tax ( VAT ) for importation/ local purchase of capital & construction related items, raw materials and production/process related consumables for both production for export and import substitution

The enterprise shall be exempted from the payment and charge of CESS under The Sri Lanka Export Development Act, No. 40 of 1979 for the importation of capital & construction related items, raw materials and production/process related consumables for both production for export and import substitution.
The enterprise shall be exempted from the payment and charge of Ports and Airports Development Levy ("PAL") for importation of capital & construction related items, raw materials and production/process related consumables for both production for export and import substitution.
Maximum tax exemption period of 10 years and a minimum of 5 years based on the investment. A concessionary rate of 50% of the CIT will be applicable for a minimum of 2 years and a maximum of 5 years, depending on the initial investment.
A maximum of 10 Expatriate staff members are exempted from income tax for a period of 5 years
Exempted for all imports of construction related items, capital goods and raw material
Construction related items, capital goods and raw materials for both production for export including deemed exports and import substitution via sales to local market
Exempted for all imports of construction related items, capital goods and raw material
Exempted for all imports of construction related items, capital goods and raw material
Tax exemption period of 12 years
A maximum of 15 expatriate staff members will be exempted from income tax from profits and gains arising from employment for a period of 5 years.
Customs duty shall be exempted for import of all project related items including capital items, construction items, raw materials and consumables as approved by the Board of Investment of Sri Lanka excluding the items in the negative list published by the Ministry of Finance.
The VAT exemption shall be deferred for the importation of raw materials subject to eighty per centum (80%) of the output of the Project Company is exported.
All capital items imported during the Project implementation period of Thirty-Six (36) months and raw materials as described and permitted as referred in the Ports and Airports Development Levy Act, No. 18 of 2011.
A 25 year tax exemption period will commence from either the first year in which the Project Company makes taxable profit or from 02 years after commencement of commercial operations, whichever falls first.
Dividends received by shareholders will be exempted for 25 years plus one year. A maximum of 20 Expatriate staff members are exempted from PAYE for 05 years. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans taken for capital expenditure and on technical fees paid to consultants employed in the project.
Exempted during the project implementation period of 5 years
Applicable to all project related items in capital nature and any other project related items as at within the project implementation period of 05 years.
The importation of project related goods and services and the local purchases of project related goods and services during the Project Implementation Period of 05 years shall be exempted. The deferment as permitted in the VAT Act shall be applicable not only for direct supplies to the Project Company but also for supplies made to a contractor or by a sub-contractor to a contractor.
The profit and income generated by the Project to be exempted from Corporate Income Tax under the Inland Revenue Act, No. 24 of 2017 for a total of 18 years (Including the construction, operation and maintenance period)
Dividends received by shareholders will be exempted for 15 years plus one year. A maximum of 40 Expatriate staff members are exempted from PAYE for 03 years of the construction period. A maximum of 20 Expatriate staff members are exempted from PAYE for 15 years after the construction period. The Company shall be exempted from the payment of Withholding Tax on interest on foreign loans taken for capital expenditure and on fees paid to consultants during the construction and maintenance period, and management fees and royalty payments.
All project related items imported during the 18 year period will be exempted from VAT. VAT on all locally purchased project related goods will be deferred until after the construction and maintenance period.

All project related items imported during the construction period ( 3 year) and maintenance period ( 15 year ) will be exempted from PAL
All project related items imported during the construction period ( 3 year) and maintenance period ( 15 year ) will be exempted from excise duty.
All project related items imported during the construction period ( 3 year) and maintenance period ( 15 year ) will be exempted from CESS.
All project related items imported during the construction period ( 3 year) and maintenance period ( 15 year ) will be exempted from Custom Import Duty.
Tax exemption period of 12 years , followed by a concessionary rate of the 50% of the prevailing CIT for a period of 5 years
Dividends received by shareholders will be exempted for 12 years plus one year. A maximum of 20 Expatriate staff members are exempted from PAYE for 05 years.
All project related items imported during the 12 year period will be exempted from PAL
All project related items imported during the 12 year period will be exempted from PAL
The Project shall be exempted from the payment and charge of Value Added Tax (VAT) and its amendments for the importation of all project related items required for the implementation of the project as approved by the BOI for a period of twelve (12) years reckoned from subject to the further condition that more than ninety per centum (90%) of income from services are received in convertible foreign currency.