

## ADVISORY ON WITHHOLDING TAX ON ONLINE SALE OF GOODS AND SERVICES

**PAGE NOS.**

BIR REVENUE MEMORANDUM CIRCULAR      1  
NO. 55-2024

Extension of the Transitory Period for  
the Actual Imposition of Withholding  
Tax on Gross Remittances

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**EXTENSION OF THE TRANSITORY PERIOD FOR THE ACTUAL IMPOSITION  
OF WITHHOLDING TAX ON GROSS REMITTANCES**

The 90-day transitory period for e-marketplace operators and Digital Financial Services Providers (DFSP) to comply with the provisions of RR No. 16-2023 is **extended for an additional 90 days or until July 14, 2024.**

Under RR No. 16-2023, e-marketplace operators and Digital Financial Services Providers DFSPs are required to:

- ☑ Ensure that all sellers/merchants are registered with the BIR by requiring the submission of their Certificate of Registration (BIR Form No. 2303);
- ☑ Require sellers/merchants to submit a certification/any document as proof of entitlement tax treaty exemption or lower income tax rate;
- ☑ Require sellers/merchants to submit a BIR-received Sworn Declaration on the amount of gross remittances;
- ☑ Monitor gross payments and deduct/remit the withholding tax; and
- ☑ Provide the sellers/merchants the withholding tax certificates (BIR Form No. 2307).

Source:

*BIR Revenue Memorandum Circular No. 55-2024*