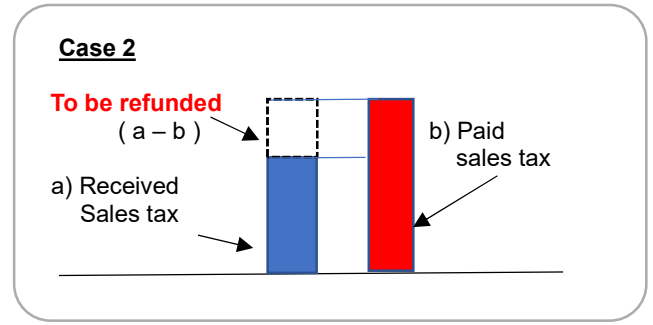
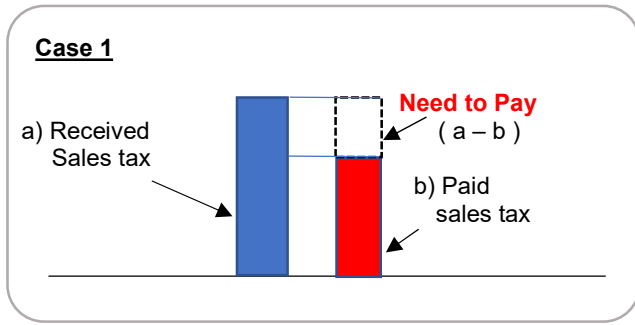


# Calculation way of Sales Tax payable amount



## Current Rule

In both Case 1 and Case 2, you need to prove the actual amount of “b) Paid sales tax”.

And these things should be written in invoices and receipts to prove it;

- 1) Vendor's name
- 2) Issued date
- 3) Description
- 4) Amount
- 5) Receiver's name
- 6) items applied to reduced tax rate
- 7) subtotal of each tax rate

INVOICE				
Bill to : Sample company 2-2-2, sample street, Kyoto Phone: +81-06-*****		Issued Date: June 4, 2022 Due Date: July 31, 2022		
		ABC Trading 1-1-1, Sample City, Osaka Phone: +81-06-*****		
(unit: yen)				
No.	Description	Quantity	Unit Price	Amount
1	Detergent	2	1,100	2,200
2	Photocopy Paper	1	550	550
3	300ml of bottled water ※	3	108	324
※ reduced tax rate				<b>Total (inc. tax) 3,074</b>
				(inc. 10% tax) (2,750)
				(inc. 8% tax) (324)

## New Rule from Oct. 2023

These things should be written in invoices and receipts to prove it;

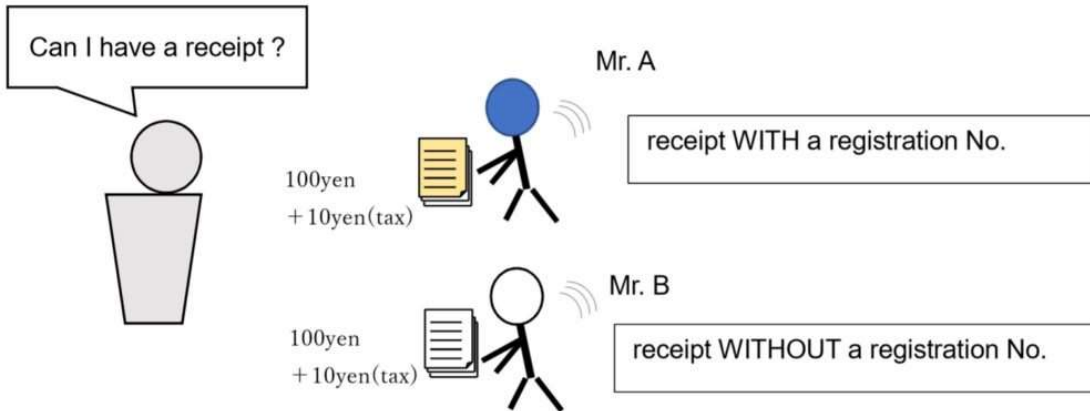
- 1) Vendor's name
- 2) Issued date
- 3) Description
- 4) Amount
- 5) Receiver's name
- 6) Items applied to reduced tax rate
- 7) Subtotal of each tax rate
- 8) Vendor's official registration number
- 9) Subtotal of tax amount, for each rate

INVOICE				
Bill to : Sample company 2-2-2, sample street, Kyoto Phone: +81-06-*****		Official Registration No: T123456789123 Issued Date: June 4, 2022 Due Date: July 31, 2022		
		ABC Trading 1-1-1, Sample City, Osaka Phone: +81-06-*****		
(unit: yen)				
No.	Description	Quantity	Unit Price	Amount
1	Detergent	2	1,100	2,200
2	Photocopy Paper	1	550	550
3	300ml of bottled water ※	3	108	324
※ reduced tax rate				<b>Total (inc. tax) 3,074</b>
				10% tax 2,750 yen ( tax : 256 yen)
				8% tax 324 yen ( tax : 24 yen)

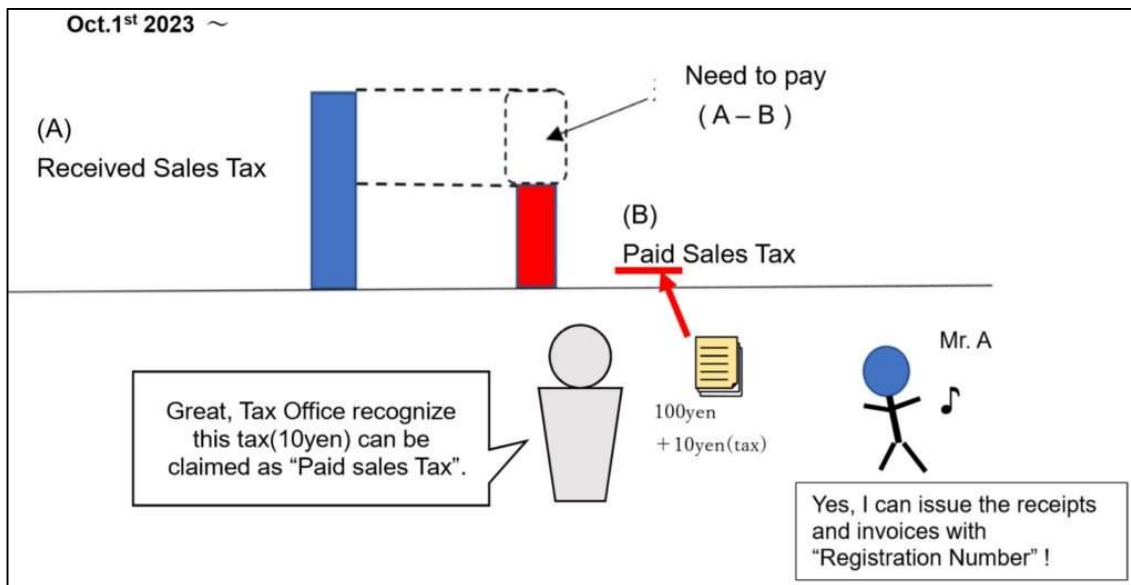
## Why the New Rule can be a big impact for small Business owner?

Because the Official Registration Number is issued only for “Sales tax payer”.

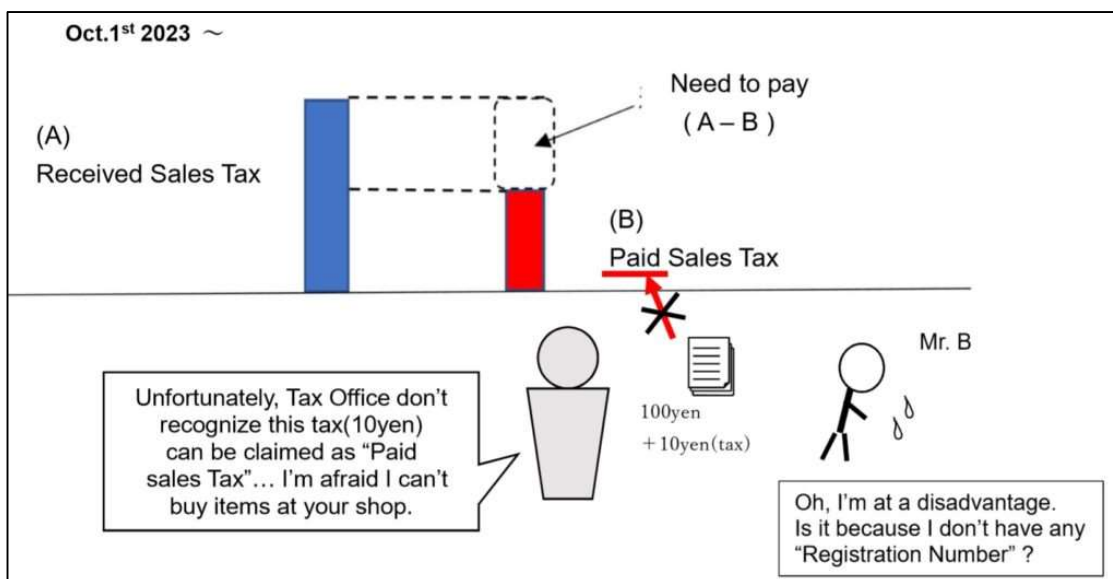
If you're wondering why, take a look at this below;



In that case, Mr. A will be at advantage.



But for Mr. B, what do you think ?



However, If Mr.B fill out the application form that ask tax office to issue Registration Number and file sales tax since then, he can get that number.