

### **Briefing onIncome Tax Law**

The income tax law is embodied by the Act No. ( 113 ) in ( 1983 ) which regulates the method of assessing profits of individuals and companies operating in Iraq along with tax rate as issued on an annual basis pursuant to guidelines promulgated by the Ministry of Finance which are deemed as taxation restrictions for a specific year. The income tax defines or determines the value of profits assessment realized during that year for each type of business or activity exercised excluding agreements or contracts in which levy exemption is already stipulated, a fixed tax rate is appropriated in advance by the contracting party. However this law defines the tax rate imposed on corporations and institutions' employees (excluding state agencies' employees) in addition to defining the manner and method of their