

BRIGHTURE NEWSLETTER

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BRIGHTURE, 23 Yeas in financial and tax services

Mission Statement :

Add value to clients by professionalism, be a respected financial consultant

Vision :

Be a leader in financial service sector and a century business

Values :

Always focus on the clients and serve them with professionalism, integrity and efficiency

1. In order to regulate the conduct of tax arrears announcement of tax authorities, protect the legitimate rights and interests of taxpayers, urge taxpayers to voluntarily pay their arrears, prevent the occurrence of new arrears, and ensure the timely and full deposit of national revenue, the State Taxation Administration has issued the "**Measures for Announcement of Tax Arrears**" (Decree No. 61 of the State Taxation Administration), with the main stipulations as follows:

1) **The announcement authority shall announce the tax arrears of taxpayers on the administrative law enforcement information disclosure platform on a monthly basis.** As needed, the tax arrears of taxpayers can be announced through channels such as the electronic tax bureau, tax service venues, and news media. Depending on the severity of the circumstances, tax authorities at or above the provincial level may disclose the tax arrears of some taxpayers. Tax authorities of all provinces (autonomous regions, municipalities directly under the Central Government, and cities with independent planning status) shall provide querying services concerning tax arrears announcements within their jurisdiction on their official websites.

2) The tax arrears announcement may cover the following:

(A) **Where the taxpayer with tax arrears is an enterprise or entity, the name of the enterprise or entity, the taxpayer identification number, the name of the legal representative or person in charge, the type of certificate, the certificate number, the business location, the categories of taxes in arrears, the period to which the taxes in arrears belong, the amount of taxes in arrears, the amount of late payment penalties for the taxes in arrears that have been paid, the date of arrears, and the announcing authority;**

(B) **Where the taxpayer with tax arrears is an individually-owned business, the name of the business, the name of the operator, the taxpayer identification number, the type of certificate, the certificate number, the business location, the categories of taxes in arrears, the period to which the taxes in arrears belong, the amount of taxes in arrears, the amount of late payment penalties for the taxes in arrears that have been paid, the date of arrears, and the announcing authority;**

(C) **Where the taxpayer with tax arrears is an individual (excluding individually-owned business), the name of the individual, the type of certificate, the certificate number, the categories of taxes in arrears, the period to which the taxes in arrears belong, the amount of taxes in arrears, the amount of late payment penalties for the taxes in arrears that have been paid, the date of arrears, and the announcing authority.**

3) **The announcing authority shall push the items to be announced to the taxpayer for confirmation before the announcement, and the taxpayer shall confirm it within three working days.**

If a taxpayer believes that the items of the proposed announcement contains errors in information entry or calculation, he may raise objections to the announcement authority within three working days and provide supporting materials. Within three working days from the date of receiving the objection, the announcement authority shall verify the items of the tax arrears announcement with the data recorded in the tax information system and feed back the verification result to the taxpayer. If the objection is valid, the announcing authority shall promptly correct the items of the tax arrears announcement. Once a taxpayer confirms within the prescribed time limit, or fails to confirm after the expiration of the time limit, or the process of the objection is completed, the announcement authority shall duly make an announcement.

2. The confirmation of 2026 special additional deductions for individual income tax, **namely the seven special additional deductions including children's education, continuing education, major medical expenses, interest on housing loans, housing rent and support for the elderly, will commence on December 1st. Taxpayers shall confirm the items of the special additional deductions they are entitled to in the following year from December 1st to December 31st each year.**

3. Starting from December 18, 2025, The Hainan Free Trade Port was officially closed to customs covering the entire island. The "customs closure" refers to the establishment of a special customs supervision area across the entire Hainan Island, with a liberalization and facilitation policy characterized by "opening up the 'first line', controlling the 'second line', and ensuring freedom within the island". To be specific, "opening up the 'first line' refers to the "frontline" between Hainan and other countries and regions outside China's customs territory, which shall be subject to a series of free and convenient entry and exit policies; "controlling the 'second line'" refers to the "line" between Hainan and the mainland, which shall be subject to precise and targeted management in relation with the liberalization of the "front line"; and "freedom within the island" refers to relatively free flow of all categories of elements on the island.

After the customs closure, the import of "zero-tariff" goods will be subject to negative list management, with the import taxable goods catalogue replacing the previous positive list of "zero-tariff" goods, **while the scope of "zero-tariff" goods will be expanded from the current 1,900 items to approximately 6,600, accounting for about 74% of all commodity items, an increase of nearly 53 percentage points compared with before the customs closure.**

Background:

Company N specializes in the import and export of pesticides and related agricultural supplies in multiple fields. It originally had an internal finance team for daily accounting, tax declaration and export tax rebate. However, the chief financial staff was about to take maternity leave and the company urgently needed a service provider that can quickly understand the business characteristics and provide one-stop professional services to ensure the smooth operation of the financial system.

Service provided:

Upon engagement, a special service team was promptly formed, consisting of accountants, tax agents, auditors and financial advisors. We had a comprehensive understanding of the business processes and the current internal control systems of the client, reviewed the relevant documents and declaration procedures, evaluated the financial and tax risk points, formulated detailed handover plans and service plans, and provided all-round financial and tax service support.

During the six-month service period, we steadily advanced the financial and tax operation based on the service plan, appropriately adjusted the operational priorities, and ensured smooth operation during the maternity leave of the chief. Based on the professionalism, response speed and service quality we demonstrated during the service period, the client decided to continue cooperating with us after the return of the chief, entrusting us for specialized operation such as finance and taxation, thus forming a collaborative model of "internal finance staff + external experts".

Friendly Reminder:

Nowadays, the adoption of a collaborative model of "internal control + external experts" in enterprise financial and tax management can not only ensure the stability of daily operations but also obtain in-depth support in professional fields, making it a wise choice for small and medium-sized enterprises. Through its professional, upright and efficient services, Brighture has not only helped enterprises get through the special period, but also established long-term trusting cooperative relationships, becoming a financial and tax think tank for the development of enterprises.



Defending loss situations in transfer pricing (TP) is not about denying losses, but demonstrating, through clear evidence, that they reflect genuine commercial conditions. Jelena Mihić Munjić, Managing Director at Kreston MDM Serbia and Chair of the Kreston Global Europe Committee, explores how businesses can navigate these challenges in her article for International Tax Review.

Losses are not inherently non-arm's-length, but they must be clearly explained and supported. Without a credible commercial rationale and solid comparability evidence, tax authorities are likely to challenge them. Multinationals should monitor results closely, update intercompany arrangements when conditions change, and ensure that documentation across jurisdictions tells a consistent story. In essence, defending loss situations means showing that the losses flow naturally from real business circumstances and reflect what independent parties would reasonably accept.

Seniority as of Now



Ruby Ren

Customer Care

Dept.

- 19 Years

Motto:

There are always more solutions than problems.



Alice Gan

Intermediate

Accountant

English Speaking Dept.2

- 12 Years

Motto:

The harder you work, the luckier, happier and prosperous you become.



Jannie Yin

Intermediate

Accountant

VIP Customer Dept.

- 9 Years

Motto:

Learning without thinking is useless; thinking without learning is perilous.



Diana Wang

Chinese Speaking

Dept.2

- 1 Year

Motto:

Walk towards the light and take root to grow.

Brighture was incorporated at the beginning of 2003 and has been committed to provide domestic and foreign enterprises with financial outsourcing, legal, audit and business services. Our mission is to provide clients with high quality tax services and tailored solutions to meet their different needs, while building trust and long-term partnership with them.

In 2015, Brighture became a member of Kreston Global, the 13th largest accounting network in the world. We not only provide services for domestic clients, but also provide resource docking and service assistance for other clients from all over the world based on our international vision and local resources.

Scope of services

Financial and taxation services: *Perennial fiscal and tax consultation, fiscal and tax outsourcing, tax planning, export duty rebate, merger and reorganization, transfer pricing, tax training*

Legal services: *Daily legal consultation, legal due diligence, contract review, compliance review, intellectual property protection, labor relations*

Audit services: *internal control audit, financial statement audit, fiscal and tax due diligence, asset evaluation, capital verification*

Business services: *registration of domestic and foreign-funded enterprises, change of registration items, enterprise liquidation and cancellation, personnel outsourcing, ODI services.*

We provide domestic and foreign enterprises with financial, tax, legal, audit and business services leveraging our 23 year's experience. It is a prudent decision to cooperate with a time-honored consultant with international vision, local resources, one-stop solutions, a member of Kreston Global which is the 13th largest accounting network in the world.

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