

# TAXES

## **Impermissibility Of Cheating On One's Taxes**

*Is it permissible to practice tax-evasion (i.e. by lying), especially, if the recipient is a non-Muslim government?*

It is impermissible to lie on one's taxes, even if the recipient is a non-Muslim government. It is permissible to take any legal measure to reduce one's taxes; all unpaid taxes must be paid.

## **Tax Payments On Reserves**

*What is the Shariah ruling with regard to the bank's payment of income tax from the amount deducted annually for the investment risk reserve?*

Where applicable, the bank must pay tax from the amount deducted annually for the investment risk reserve.