Cabinet Decision No. 173 of 2026
On the Violations and Administrative Penalties Resulting from Violation of the Legislation Regulating the Electronic Invoicing System

The Cabinet:

- having reviewed the Constitution,
- Federal Law No. 1 of 1972 on the Competences of the Ministries and Powers of the Ministers, and its amendments,
- Federal Decree-Law No. 13 of 2016 on the Establishment of the Federal Tax Authority, and its amendments,
- Federal Decree-Law No. 8 of 2017 on Value Added Tax, and its amendments,
- Federal Decree-Law No. 28 of 2022 on Tax Procedures, and its amendments,
- Cabinet Decision No. 106 of 2025 on the Violations and Administrative Penalties Resulting from Violation of the Legislation Regulating the Electronic Invoicing System, and
- pursuant to what was presented by the Minister of Finance and approved by the Cabinet.

Has decided:

Article 1 – Definitions

Definitions in the Federal Decree-Law No. 28 of 2022 on Tax Procedures shall apply to this Decision, and other than this, the following words and expressions shall have the meanings assigned against each, unless the context requires otherwise:

Electronic Invoice	:	An invoice issued, transmitted, and received in a structured electronic format that enables automatic and electronic processing, in accordance with the Electronic Invoicing System.
Electronic Credit Note	:	A credit note issued, transmitted, and received in a structured electronic format that enables automatic and electronic processing, in accordance with the Electronic

Invoicing System.

Issuer	:	Any Person who is obligated to issue, transmit, share and exchange Electronic Invoices and Electronic Credit Notes through the Electronic Invoicing System.
Recipient	:	Any Person who shall receive Electronic Invoices and Electronic Credit Notes through the Electronic Invoicing System.

Article 2 – Scope of Application

1. The provisions of this Decision shall apply to the violation of the legislation regulating the Electronic Invoicing System, in accordance with the Federal Decree-Law No. 28 of 2022 referred to.
2. Excepted from the provisions of this Decision shall be the Person who issues, transmits, shares, exchanges or reports Electronic Invoices and Electronic Credit Notes, on a voluntarily basis, in accordance with the decisions issued pursuant to Federal Decree-Law No. 28 of 2022 referred to.

Article 3 – Violations and Administrative Penalties

1. The administrative penalties listed in the table annexed to this Decision shall be imposed on the violations related to the Electronic Invoicing System.
2. If the same Person acts as an Issuer, a Recipient, or both, in respect of the same violation, only one administrative penalty for that violation shall be imposed on that Person under the provisions of this Decision.

Article 4 – Repeals

Cabinet Decision No. 106 of 2025 on the Violations and Administrative Penalties Resulting from Violation of the Legislation Regulating the Electronic Invoicing System shall be repealed, and any provision that contradicts or conflicts with the provisions of this Decision shall be repealed.

Article 5 – Publication and Entry into Force

This Decision shall be published in the Official Gazette and shall come into force from the day following the date of its publication.

Mohammed bin Rashid Al Maktoum

Prime Minister

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Issued by us,

On: / / 1448H

Corresponding to: / / 2026

Table annexed to Cabinet Decision No. 173 of 2026
On the Violations and Administrative Penalties Resulting from Violation of the Legislation Regulating the Electronic Invoicing System

No.	Description of Violation	Administrative Penalty Amount
1	a) Failure by the Issuer or the Recipient to implement the Electronic Invoicing System, in accordance with Ministerial Decision No. 244 of 2025 issued by the Minister of Finance and its amendments, or any decision replacing it, including the failure to appoint an Accredited Service Provider. b) Failure by the Recipient, having implemented the Electronic Invoicing System in accordance with Paragraph (a) of this Clause, to thereafter maintain compliance with its obligations as a Recipient in accordance with Ministerial Decision No. 243 of 2025 issued by the Minister of Finance and its amendments, or any decision replacing it.	AED 5,000 for the first instance in which the Issuer or Recipient commits the violation provided for in Paragraph (a) or Paragraph (b), or both; and AED 5,000 for each month or part thereof during which non-compliance continues following the commission of the violation provided for in Paragraph (a) or Paragraph (b), or both; provided that the total fines imposed do not exceed AED 50,000 within any period of (12) twelve consecutive months.
2	Failure by the Issuer to issue and transmit an Electronic Invoice to the Recipient through the Electronic Invoicing System.	AED 100 for each Electronic Invoice up to a maximum of AED 5,000 per calendar month.
3	Failure by the Issuer to issue and transmit an Electronic Credit Note to the Recipient through the Electronic Invoicing System.	AED 100 for each Electronic Credit Note up to a maximum of AED 5,000 per calendar month.
4	Failure by the Issuer or the Recipient to notify the appointed Accredited Service Provider of any changes to the data registered with the Authority.	AED 250 for each day of delay or part thereof, up to a maximum of AED 5,000 per calendar month.

UNITED ARAB EMIRATES
MINISTRY OF FINANCE
OFFICE OF THE MINISTER

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