

CHART OF PRINCIPAL TURKISH TAXES

Taxes	Details	Percentage
Corporate income tax	Increase in net worth	20%
Advance corporate tax	Net taxable income	20%
Individual/income tax		15-35% (all source of income including employment income)
Value Added Tax - VAT	Sales value	
• General		18%
• Financial leasing services etc.		Depends on the VAT of the leased item
• Basic foodstuff, textile products etc.		8%
• Certain agricultural products		1%
Banking & Insurance Transaction Tax		
• General		5%
• Interbank deposit transactions		1%
• Repossessions		1%
• Money market transactions between banks and brokers		1%
• Sale of Government bonds and T-bills		1%
• Sale of foreign currency		0.1%
Stamp Duty	Value specified in the documents	Usually at 0.75% (0.15% for rental contracts, 0.06% for salaries)
Gift and Inheritance Tax	Value	1-30%
Customs Duties	Value	Various
Transfer of real estate	Sales Value	1.5%, each buyer and seller
Special Consumption Tax		
• Petroleum products	Per liter, kilogram, etc.	Specific
• Vehicles	Value and engine size	1 to 84%
• Alcoholic beverages & tobacco products	Value, retail sale price for tobacco products	(*) 25% - 275.6% and lump-sum
• Certain luxury goods	Value	6.7% - 20%
Special Communication Tax	Service fee	
• Mobile telecommunication services		25%
• Radio & Television broadcasting services through satellite or cable		15%
• Other telecommunication services		15%
Motor Vehicle Tax	Model, engine, weight	Specified amount revised each year
Major Municipal & Local Taxes:		
Real estate taxes	Tax Value	
• Buildings		0.1 - 0.4%
• Land		0.1 - 0.6%
Entertainment tax	Per tariff, gross profit	Specific, 0-20%
Communication tax	Fee	1%
Electricity and Gas consumption tax	Sales Value	1.5%
Environment protection tax	Per dwelling and business premises	Specified amount revised each year

* Only the percentage tax rate is applied provided that it is not less than the tax calculated by using the minimum lump-sum tax amounts.

Source: KPMG