

**Circular**

**Istanbul, 4 October 2017**

**Circular No: 109**

**Subject: Regulations on Motor Vehicles Tax Law within the draft law containing amendments to certain tax laws.**

*The regulations on Motor Vehicles Tax Law within the draft law presented to the Grand National Assembly of Turkey on 27 September 2017 are provided below:*

*- Through the temporary article added to the Motor Vehicles Tax Law with Article 29 of the Draft, to be applicable as of 1 January 2018, motor vehicles tax amounts concerning the automobiles, minibuses, land vehicles and similar that are recorded and registered prior to 31.12.2017 (including this date) are proposed to be increased by 40 %.*

*- Through the draft, two columns are proposed to be added into the section containing automobiles, minibuses, land vehicles and similar within the tariff no (I) attached to the Motor Vehicles Tax Law. By that way; automobiles, minibuses, land vehicles and similar that would be recorded and registered as of 1 January 2018 will not only be taxed according to their engine capacity but also in line with their values differently as well.*

*The effective date for the regulation provided above is set as 1 January 2018.*

*Our explanations provided above include general information on the issue. No responsibility can be claimed against EY and Kuzey YMM ve Bağımsız Denetim A.Ş. due to the implications arising from the context of this document or emerging with respect to its context.*

Best Regards,

KUZEY YMM VE BAĞIMSIZ DENETİM A.Ş.