

Circular

Istanbul, 3 January 2017

Circular No: 5

Subject: Domestic and foreign daily allowance amounts exempt from income tax (01.01.2017-30.06.2017).

The coefficients to be applicable for the period of 01.01.2017-30.06.2017 within the scope of articles 5 and 8 of 3rd term joint agreement published in the Official Gazette dated 23 August 2015 have been identified. Domestic daily allowance amounts exempt from income tax that should be implemented in the same period and the table indicating the new income brackets calculated with the mentioned coefficients are provided below. (Table 1).

Also, amounts for foreign daily allowances in foreign currencies set through the Council of Ministers Decision no. 2014/7128 published in the Official Gazette dated 1 January 2015 are provided within the attachment of our circular. (Table 2).

Furthermore, matters to take into account concerning the foreign daily allowance implementation are stated as below:

- Amount of daily allowance specific to that country is taken as basis for the length of stay at each country concerning the temporary foreign assignment, journeys and presence covering more than one country.
- For the first 10 days of international travels and stays, amounts indicated in the table attached to our circular could be paid up 50 % more.

Table 1:

Monthly gross amount (TL)	Daily allowance amount exempt from income tax
2.416,15 and over	57,50 TL
2.398,86 - 2.416,14	48,25 TL
2.187,53 - 2.398,85	45,00 TL
1.918,57 - 2.187,52	42,25 TL
1.591,49 - 1.918,56	37,25 TL
1.591,48 and lower	36,25 TL

Table 2:

Countries	Daily allowance amount	Currency	Countries	Daily Allowance Amount	Currency
USA	182	USD	Switzerland	283	Swiss franc
Germany	164	Euro	Italy	152	Euro
Australia	283	Australian Dollars	Japan	31.405	Japanese yen
Austria	166	Euro	Canada	244	Canadian Dollars
Belgium	161	Euro	Kuwait	50	Kuwait Dinar
Denmark	1.238	Danish Krone	Luxemburg	161	Euro
Finland	148	Euro	Norway	1.193	Norwegian Krone
France	160	Euro	Portugal	155	Euro
Netherlands	156	Euro	Saudi Arabia	617	Saudi Arabian Riyali
UK	115	Sterlin	Greece	158	Euro
Ireland	155	Euro	Kosovo	123	Euro
Spain	158	Euro	Other EU countries	127	Euro
Sweden	1.359	Swedish Krona	Other countries	157	USD

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.