

## Circular

December 17, 2020

Circular No: 114

**Subject: Several amendments have been made through Serial no.21  
Communique on General Application Communique on Value Added Tax.**

The following amendments are made on Decree on Government Assistance on Investments with the Presidential Decree numbered 3307 published on Official Gazette dated December 17, 2020:

- R&D and environment investments, listed under interest and dividend support title, have been omitted and such investment type is included under “Privileged investment subjects”.
- “Investment Commitment Advance Credit” support in Turkish Lira sourcing from Central Bank of Turkey is granted specific to privileged investment subjects and strategic investment.
- Industrial facility investments including production of transportation vehicles working with electricity or hydrogen amounting to at least TL 50 million to privileged investment subjects.
- Article 19 “R&D and environment investments” is abolished.
- Importation opportunity without customs exemption is granted for semi-dissembled parts and sections (SKD) until 31/8/2021 provided being in line with production capacity and used for production of mobile phones for investments towards production of mobile phone which are commenced from production of printed circuit board (PCBA).

*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.