

Regulation regarding VAT rate has been made for enterprises such cafe and patisserie.

Explanations and regulations have been made on VAT rates which are required to be applied for enterprises rendering food&beverage services and products purchased/sold from third parties according to Serial No 51 General Communiqué on VAT published on Official Gazette dated April 27, 2024. In this framework;

- Since enterprises such as restaurants, cafes and patisseries that provide food and beverage services are, in principle, service enterprises, VAT will be calculated at the rate of 10% (20% for alcoholic beverages) on the sale of food items manufactured in such places or supplied from third parties to customers for consumption in these places or at third-party places.
- All sales made by these enterprises through methods such as delivering to the address, pick-up and ordering by phone or online are of the same nature.
- On the other hand, sales of foodstuffs made by those who provide food and beverage services to their customers in areas where they can be served such as tables, seating, and counters, although they do not have a business license to open a business or work for food and beverage services shall be subject to 10% VAT.

Communiqué has entered into force as of May 1, 2024.

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