

TAX RATES | 2018 TURKEY

A	Companies	
1	Resident companies	
	Corporate tax rates	■ 22%
	Tax base	■ Worldwide
	Capital gains	■ Part of business income ■ 75% exemption for capital gains derived from alienation of shares and immovable property under certain conditions
B	Individuals	
1	Resident individuals	
	Income tax rates	■ Progressive Top rate 35% (over TRY 110,000 for wages and TRY 70,000 for other)
	Capital gains	■ Part of ordinary income 0% on certain securities (acquisition/holding limitations)
2	Non-resident individuals	
	Income tax rates	■ Progressive ■ Top rate 35% (over TRY 120,000 for wages/TRY 80.000 for other income)
	Capital gains (sale of shares in resident companies)	■ 0% ■ Taxed under the progressive rates if shares acquired before 1 January 2006
	Final withholding tax rates	
	Employment income	■ Regular wage withholding applies
	Dividends	■ 15%
	Interest	■ 0%, 3%, 7%, 10%, 12%, 13%, 15%, 18% (depending on acquisition, holding limitations, currency, maturity date)
	Royalties	■ 20%
	Fees (technical)	■ 20%
		■ 5% if related to petroleum
	Fees (directors)	■ taxed as employment income or as dividends
C	Turnover taxes	
	VAT/GST (standard)	■ 18 %
	VAT/GST (reduced)	■ 8%, 1%, 0%
	VAT/GST (increased)	■ No
	Other	■ No