

The background of the entire page is a dark, atmospheric photograph of a forest at night. A small, light-colored bird with a blue-tinted head and back is perched on a thick, moss-covered tree branch. The scene is illuminated by soft, warm bokeh lights, likely from string lights or fireflies, creating a magical and serene mood. The overall color palette is dominated by deep blues, greens, and warm yellows from the lights.

# BDO Denet Monthly Report

FINANCIAL DEVELOPMENTS IN THE LAST MONTH

- BUILDING SQUARE METER NORMAL CONSTRUCTION COST VALUES VALID FOR 2024 HAVE BEEN PUBLISHED
- COMMUNIQUÉ SERIES NO. 47 ON AMENDING VALUE ADDED TAX GENERAL APPLICATION COMMUNIQUÉ HAS BEEN PUBLISHED
- REDISCOUNT RATE IN TAX TRANSACTIONS INCREASED FROM 26.75% TO 31.75%
- MINIMUM SALARY SUPPORT CIRCULAR LETTER NO. 2023/25 HAS BEEN PUBLISHED

# September 2023 Financial Agenda

Dear readers,

September is generally known as the month when schools start, and the holiday season ends. In this month, work that was suspended due to the holiday is brought back to the agenda, and new projects are initiated. Work intensity begins to increase slowly.

We spent this September in a similar way. Compared to this operational intensity, we can say that we had a quieter month in terms of financial agenda. You can follow the issues that took place throughout September and are issued in our announcements and bulletins in this monthly bulletin.

On the other hand, the new legislative term started on October 1, 2023, and the 28th Term and 2nd Legislative Year of Turkish Grand National Assembly was opened. There are expectations of important legal changes regarding financial matters on the agenda. A much busier period awaits us in October.

Another issue that is at the top of the agenda with the month of October is inflation adjustment. It is being discussed whether the inflation adjustment, which was postponed to the end of 2023 with a legal amendment, will still be postponed. There are a significant number of people who think, "This is Türkiye, postponement will come again". Although such expectations are justified due to past experiences, possibility of such a postponement this time seems quite low. So much so that it is discussed that draft inflation adjustment communiqué will be announced at the beginning of October.

On the other hand, a significant number of taxpayers have turned a deaf ear to these discussions and have already started preparations for inflation adjustment and are taking this practice seriously. They analyze the benefits and costs of the adjustment for themselves/their group and plan their actions, if any. They train their personnel who will carry out the application.

Inflation correction will truly be a game-changing practice. It will directly affect the results of many tax applications. If there is no legal amendment, we are talking about an institution that will be implemented for the next 3 financial statement periods.

Therefore, I think it is beneficial to take this practice seriously and start the preparations as soon as possible, without relying too much on postponement expectations.

As BDO Türkiye, we attach great importance to inflation adjustment issue, and thus, we continue our preparations on this issue as if there will be no postponement. In this context, in October, we started to intensify our inflation adjustment trainings, which we started approximately 1 year ago as of the end of 2022. Our readers who are interested can visit our website for our October training calendar.

I hope it will be an enjoyable working period for all our colleagues.

With respect and love,

**ERDAL GÜLEÇ**

Partner- Sworn Financial Advisor  
BDO İstanbul Office



# 100th Year Project - Republic Forever



In the 100th year of our Republic, as BDO Turkey, we are undertaking a special project together with you.

Throughout our 100-year Republic history, we have gained very important values that we must not forget.

We know how valuable our Republic is to us, and we will continue to keep it alive.

We are eager to share with you what we have achieved in this century-long history and what 'Republic, in our opinion,' means.



## Education

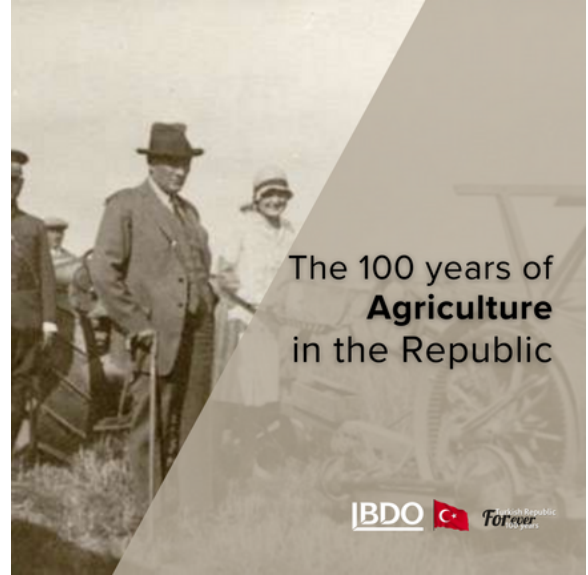
Turkey's education system underwent significant changes in the 100 years of the Republic. Important steps were taken from the traditional educational approach towards a contemporary, scientific, and internationally standardized system. During this process, literacy rates increased, greater importance was placed on early childhood education, and the use of technology in education became more widespread.

[The 100 Years of Education in the Republic](#)

## Agriculture

In the 100 years of the Republic, Turkey's agriculture sector underwent significant changes. The transition from traditional farming methods to modern and sustainable agricultural practices increased productivity and expanded the diversity of agricultural products. Land reforms, technological advancements, and sustainability-focused policies made significant contributions to the development of the agriculture sector.

[The 100 Years of Agriculture in the Republic](#)



## Healthcare

Turkey's healthcare sector underwent significant transformations in the 100 years of the Republic. The expansion of basic healthcare services, public health initiatives, the development of healthcare infrastructure, and the use of technology made significant contributions to the progress of the healthcare sector. In the early years of the Republic, thanks to the efforts of the then Minister of Health, Dr. İbrahim Refik Saydam, and national and international collaborations, the quality and accessibility of healthcare services in Turkey improved significantly..

[The 100 Years of Healthcare in the Republic](#)



# Training



**Prepare for Inflation Adjustment with BDO Türkiye!**

Inflation Adjustment Training within the Scope of Tax Procedure Law

10-17-24 October 2023  
09.30-17.00  
Orjin Maslak

**BDO**

## Our Inflation Adjustment Trainings Continue

As BDO Türkiye, we thank you for your great interest in our training on “Inflation Adjustment within the Scope of Tax Procedure Law”.

Our training continues in October with 3 separate trainings to be held on October 10, 17, and 24.

We will hold these trainings at Maslak Orjin Plaza between 09.30 - 17.00.

These trainings are open to general participation and are paid services, and the quota for each training is limited to 30 people.

For detailed information about our inflation adjustment trainings within the scope of Tax Procedure Law and registration, please click [here](#)

# Training



**Dr. Cahit Evcil**  
Partner - Consultancy/  
Labor Law and Social Security  
BDO Istanbul Office

**Bilal Yazıcı**  
Assistant Partner - Consultancy/  
Labor Law and Social Security  
BDO Istanbul Office

**Özge Öner**  
Assistant Director  
Labor Law and Social Security  
BDO Istanbul Office

**Training Content:**

- Labor legislation practices
- Social security legislation applications
- Payroll parameters
- Severance and notice pay calculations
- Withholding premium service declaration notifications
- Sample payroll calculations

A certificate of participation will be given at the end of the training.

We are together in the “**Basic Payroll Training**” organized by BDO Turkey's Labor Law and Social Security Department!

Our training, where we will cover various topics including payroll legislation applications and sample payroll calculations, will take place over two days on October 21-22, 2023. Participation in the training is subject to a fee, and there is limited availability.

For detailed information about our "Basic Payroll Training" please send an email to [ozge.oner@bdo.com.tr](mailto:ozge.oner@bdo.com.tr)

# Tax



**BULLETIN:**  
**TAX 2023-086**  
**07/09/2023**

## **BUILDING SQUARE METER NORMAL CONSTRUCTION COST VALUES VALID FOR 2024**

In calculating tax values in cases where liability must be established **for reasons that amend tax values** in article 33 of Real Estate Tax Law (**such as building purchase, building construction on empty land**) (**except for subparagraph 8**), plot and land unit values determined by valuation commissions are taken into account every year, starting from the second year following the year of valuation, by increasing the previous year's unit value by **half of the revaluation rate** determined for the same year.

Normal construction cost per square meter of buildings, which should be taken into account over the years, is determined and announced jointly by Ministries of Finance and Environment and Urbanization every year.

Accordingly, building square meter normal construction cost values to be applied in 2024 as basis for real estate tax have been determined jointly and announced in annex of General Communiqué of Real Estate Tax Law No. 83

You can review our Bulletin for the details.



**BULLETIN:**  
**TAX 2023-087**  
**13/09/2023**

## **COMMUNIQUE SERIES NO. 47 ON AMENDING VALUE ADDED TAX GENERAL APPLICATION COMMUNIQUE HAS BEEN PUBLISHED**

Communiqué Series No. 47 on amending value added tax general application communiqué has been published in Official Gazette dated 07/09/2023 and numbered 32302.

Amendments introduced by the Communiqué, which came into force as of the publication date, are as follows:

- 1.Exception application for housing construction to be donated to disaster victims
- 2.Exception application for real estate sales

You can review our Bulletin for the details.



**BULLETIN:**  
**TAX 2023-088**  
**29/09/2023**

## **REDISCOUNT RATE IN TAX TRANSACTIONS INCREASED FROM 26.75% TO 31.75%**

With Communiqué on Determining Interest Rates to be Applied in Rediscount and Advance Transactions published in Official Gazette dated 28/09/2023 and numbered 32323, Central Bank of the Republic of Turkey redetermined discount interest rate and advance interest rate, and this amendment changed the rediscount rate to be valid in tax transactions.

With the Communiqué,

- **Discount interest rate** to be applied to rediscount transactions to be made against promissory notes with a maximum maturity of 3 months was increased from 25.75% to **30.75%** annually.
- **Interest rate** to be applied in **advance** transactions was increased from 26.75% to **31.75%** annually.

You can review our Bulletin for the details.

# Tax



**ANNOUNCEMENT: CONSTITUTIONAL COURT REJECTED ANNULMENT REQUEST OF ADDITIONAL MOTOR TAX 2023-058 VEHICLE TAX**

As of July 15, 2023, when the Law was published, additional Motor Vehicle Tax (MTV) has been accrued equal to the MTV amount paid in 2023.

Payment period for the first installment of this tax, which is expected to be paid in two installments, ended on September 6, 2023. The second installment must be paid by the end of November.

At its meeting held on 28/09/2023, Constitutional Court unanimously rejected the request to annul certain provisions of this Law and suspend their enforcement.

Those who have not yet paid the first installment must pay this together with late payment interest calculated as 2.5% per month (on a daily basis). The last day (due) of payment period of the second installment is November 30, 2023.

You can review our Announcement for the [details](#).



**PEOPLE**  
**COMMUNICATION**  
**CLIENT NEEDS**  
**VALUE**  
**COMMITMENT**

# Labor Law and Social Security



**BULLETIN:**  
**LABOR LAW AND  
SOCIAL SECURITY**  
**2023-069**  
**11/09/2023**

## **MINIMUM SALARY SUPPORT CIRCULAR LETTER NO. 2023/25**

“Minimum Salary Support” Circular Letter dated 01/09/2023 and numbered 2023/25 has been published by Social Security Institution Insurance Premiums General Directorate, and a regulation has been made regarding minimum salary support to cover the period **July - December 2023**.

You can review our Bulletin for the minimum salary support principles that will be benefited by employers who employ insureds who are within the scope of subparagraph 5510/4 (a) of the Circular Letter and to whom long-term insurance branches (disability-old age-death) provisions apply.

[Click](#) for the full bulletin.



**BULLETIN:**  
**LABOR LAW AND  
SOCIAL SECURITY**  
**2023-070**  
**18/09/2023**

## **NEW STATE SUPPORT INCENTIVE PRACTICES WITHIN THE SCOPE OF VOCATIONAL TRAINING CENTER (MESEM)**

State Contribution payment for the fees to be paid to candidate apprentices and apprentices and students receiving vocational training in enterprises, continuing internship or complementary education was made in accordance with “State Contribution Payment Procedures and Principles” dated 07/01/2022.

“State Contribution Payment Procedures and Principles” dated 07/01/2022 has been abolished, and action must be taken in line with “Procedures and Principles on the Application of State Contribution for Salaries to be Paid to Candidate Apprentices and Apprentices and Students Receiving Vocational Training in Enterprises, Continuing Internship or Supplementary Education According to Vocational Education Law No. 3308”, which was signed and entered into force on 24/07/2023.

Accordingly, businesses must establish a “Training Unit” for state contribution towards the fees to be paid to candidate apprentices and apprentices and students who receive vocational training in businesses and continue their internship or complementary education.

You can review our Bulletin for the details.

[Click](#) for the full bulletin.



**BULLETIN:**  
**LABOR LAW AND  
SOCIAL SECURITY**  
**2023-071**  
**27/09/2023**

## **SOCIAL SECURITY INSTITUTION GENERAL LETTER ON SOCIAL SECURITY SUPPORT PREMIUM EMPLOYER SHARE FIVE POINT PREMIUM DEDUCTION**

General Letter on “Social Security Support Premium Employer Share Five Point Premium Deduction” dated 22/09/2023 was published by Social Security Institution Insurance Premiums General Directorate.

In the General Letter, it was stated that since it is stated according to Law No. 7438 that retirement or old-age pension will be granted to those who meet the conditions of insurance period and number of premium days, apart from the age requirement, there is hesitation as to whether the five-point deduction to be given to working insureds, who are subject to social security support premium, can be benefited from for the first time on 08/09/1999 and those who were insured on a previous date and who meet the insurance period, number of premium days and age requirements, and thus, it has been stated that Ministry of Treasury and Finance, which provides the financing of the incentive in question, has been asked for its opinion in order to ensure that incentive is not taken unduly or causes public harm.

You can review our [Bulletin](#) for the details.

# Featured News and Publications of the Month



Check out the latest insights on global tax developments from specialists across BDO: an analysis of Court of Justice of the European Union (CJEU) decision on existence of fixed establishment in a case involving provision of toll manufacturing services, imposition of 28% GST on online gaming in India, in addition to a 30% withholding tax, and new tax incentives for the high-tech sector in Israel.

[Click here to read!](#)

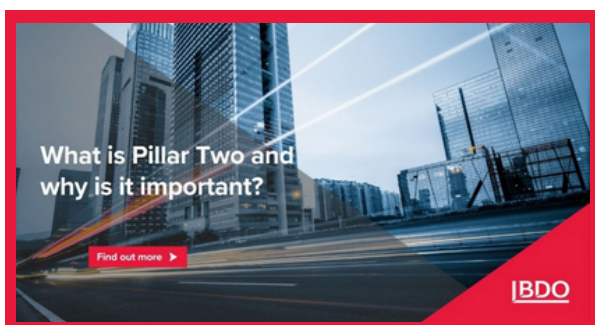


Our Audit Department partners Selçuk Şahin and Taceddin Yazar attended Audit Leadership Summit 2023, which took place in Dubai on September 5-7, 2023. With the common goal of BDO's "Stronger Together" motto, experts had the opportunity to share their experiences and visions with each other at the BDO Audit Conference.



Looking at investing in a European overseas property this year? Doing so can bring a host of complexities, so it is vital that prospective owners understand these for any country in which they intend to invest.

[Download our guide](#) which summarizes the tax rules for foreigners buying real estate in Europe.



Every global organisation with revenues of €750m or more will need to be compliant with Pillar Two. It will have short and long-term impacts, and large MNEs should expect significant increase in compliance complexity. Read our article that explains what Pillar Two is and how BDO's dedicated team can provide a consistent and joined up approach to get your company prepared.

[Click here to read!](#)

# Featured News and Publications of the Month



Read BDO's latest tax alerts: proposed Business in Europe: Framework for Income Taxation (BEFIT) directive that would introduce common rules for calculating the tax base of large EU groups; the upcoming deadline for filing the Underused Housing Tax (UHT) return in Canada; a roadmap for introduction of a participation exemption in Ireland; and US IRS proposed rules for reporting digital asset transactions.

[Click here to read!](#)



Our Tax Department Partner Emrah Akin evaluated the topic "Policies and Measures in the Field of Tax and Public Finance in the New Medium-Term Plan" in Bloomberg HT News on September 11, 2023.



Our Tax Department Partner Emrah Akin evaluated the topic "Additional Motor Vehicle Tax Decision of the Constitutional Court" in Bloomberg HT News on September 28, 2023.

# Featured News and Publications of the Month



We held "Inflation Adjustment Training within the Scope of Tax Procedure Law" in Orjin Maslak on September 6, 2023 and September 19, 2023 under the instruction of our Tax partner Erdal Güleç and senior manager Gülşah Acar, and on September 27, 2023 under the instruction of our Tax partner Haluk Erdem and director Canan Yavuz.



BDO's IFR Bulletin summarizes the expected requirements of IAS 1 standard, including the expected effective date.

[Click here to read!](#)



More growth news from BDO in Denmark. Starting 1 October, BDO will strengthen its activities in Greenland with the acquisition of EY's Greenlandic office. A warm welcome to all new BDO colleagues.

[Read the full press release here](#)

# Published Articles & Columns

## **ERDOĞAN SAĞLAM**

Partner - Tax  
Sworn Financial Advisor  
BDO İstanbul Office

T24 What happens if additional Motor Vehicle Tax is cancelled by the Constitutional Court?

[Read now](#)

T24 What policies and measures does the medium-term program envisage in taxation?

[Read now](#)

T24 6111 additional employment incentive ends at the end of the year

[Read now](#)

T24 How will the reduced amounts in the capital decrease due to the partial division be determined?

[Read now](#)

## **ERDAL GÜLEÇ**

Partner - Tax  
Sworn Financial Advisor  
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LinkedIn It is worse for something that is not real to be talked about than if it is real

[Read now](#)





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