



BDO Denet Monthly Report

FINANCIAL DEVELOPMENTS IN THE LAST MONTH

- REDISCOUNT RATE FOR TAX TRANSACTIONS INCREASED FROM 36.75% TO 41.75%.
- LATE PAYMENT INCREASE FROM 2.5% TO 3.5% PER MONTH AND THE DEFERRED INTEREST RATE WAS INCREASED FROM 24% TO 36% PER YEAR.
- MINIMUM CAPITAL AMOUNT IS INCREASED TO TRY 250,000 FOR NEWLY ESTABLISHED JOINT STOCK COMPANIES AND TRY 50,000 FOR LIMITED LIABILITY COMPANIES.
- COMPANIES SUBJECT TO INDEPENDENT AUDIT WILL APPLY INFLATION ADJUSTMENT IN ACCORDANCE WITH TMS 29 AND BOBI FRS 25.
- THE RIGHT TO DEDUCTION OF VAT PAID AT CUSTOMS WITHIN THE SCOPE OF SURVEILLANCE AND SAFEGUARD MEASURES ON IMPORTS HAS BEEN ABOLISHED.

November 2023 Financial Agenda

Dear Readers,

The most important agenda item in November was once again the Inflation Adjustment. Last month, the draft communiqué was opened for public comment, and towards the end of this month the draft was updated. We were pleased to see that this time the Finance Ministry took into account most of the amendment suggestions received from the public during the revision process. However, there are still warnings and opinions that have not been taken into account, and I hope that these will also be taken into consideration.

Throughout November, we witnessed the proliferation of inflation adjustment trainings and companies accelerated their preparations. We would like to express our gratitude for the great interest shown in our trainings.

When the draft communiqué was shared with the public, our belief in a tax-free inflation adjustment for 2023 increased. The update of the communiqué and the provision in the omnibus law submitted to the Parliament this month that the inflation adjustment to be made by banks and financial institutions for the years 2024 and 2025 will not affect their tax bases were interpreted as "the 2023 adjustment will definitely be made, while the taxable inflation adjustment for 2024 and beyond will be made with a very high probability".

However, this time, another issue regarding the taxable inflation adjustment started to be discussed. This is because the real sector became more aware and realized that inflation adjustment could increase tax burdens. The attempt to regulate that inflation adjustment will not affect the tax base of banks and financial institutions confirms this. This is because inflation adjustment causes inflation losses in banking and financial institutions with strong equity capital and inflation gains in real sector companies with debts and weak equity capital.

I think from now on we will be discussing intensively whether inflation gains or losses (inflation losses or gains) calculated as a result of inflation adjustment transactions affect the tax base.

November was an eventful month apart from inflation adjustment.

- The rediscount rate for tax transactions increased from 36.75% to 41.75%.
- The rate of late payment increase was raised from 2.5% to 3.5% per month.
- The deferment interest rate was increased from 24% to 36% per annum.
- Summary foreign exchange position reporting by the Central Bank was abolished and companies were relieved by changing the scope of foreign exchange position reporting through the systemic risk data monitoring system.
- The minimum capital amount was increased to TRY 250,000 for joint stock companies and TRY 50,000 for limited liability companies to be newly established as of January 1, 2024. This change also affected the obligation to have a contracted lawyer.
- The right to deduct VAT paid at customs within the scope of surveillance and safeguard measures on imports was abolished.

You can find detailed explanations regarding these and other amendments in our Bulletin or Announcements, which you can access through our Tax Report.

Kind Regards,

Erdoğan Sağlam

Partner - Tax

Sworn Financial Advisor

BDO İstanbul Office



I think The Republic means;

 justice

"The Republic" is more than a form of government, it means providing "justice" to its people.

The proclamation of the Republic was a turning point in Türkiye's history. During this period, justice became not only at the discretion of a government or an individual, but also a fundamental right for every citizen.

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The proclamation of the Republic was a turning point in Türkiye's history. During this period, justice became not only at the discretion of a government or an individual, but also a fundamental right for every citizen. Justice was no longer considered an immutable principle based on factors such as class, ethnicity or social status.

"The Republic" means not only a form of government, but also "labor".

The establishment of the Republic of Türkiye is the result of a difficult struggle that lasted for years. This struggle took place not only on the battlefields, but also through the coming together of ideas, ideals and people. We fought, worked and toiled for years to realize the proclamation of the Republic.

I think The Republic means;

 labor

"The Republic" means not only a form of government, but also "labor".

The establishment of the Republic of Türkiye is the result of a difficult struggle that lasted for years. This struggle took place not only on the battlefields, but also through the coming together of ideas, ideals and people.



"The Republic" is not only a form of government, but also means "equality".

Social, legal, economic and political equality gained importance with the proclamation of the Republic. Everyone was recognized as equal citizens regardless of gender, religion, language or ethnic origin. Legal equality formed the basis of justice. Economic equality meant a fairer distribution of resources and increased prosperity. Political equality led to a democratic society, where every citizen had the right to vote and could freely choose their representatives. These ideals were embraced with great determination on Türkiye's path to independence and modernization.

"The Republic" means not only a form of government but also "social development".

The proclamation of the Republic was one of the most important turning points in Türkiye's history. This period was also the beginning of a social transformation. With the Republic, the Turkish people took great steps towards social development and progress. Social development led to increased prosperity and peace. Investments in education, health and infrastructure improved the quality of life of the people.



We commemorate the heroic founder of our Republic, Commander-in-Chief Mustafa Kemal Atatürk, and his comrades-in-arms who fought with him, with endless respect and longing for their great sacrifices and vision that solidified the foundations of freedom, equality, justice and a modern Türkiye.

Education



Our Training Program for December Has Been Announced!

Inflation Adjustment Training Within the Scope of the Tax Procedure Law

- 08.12.2023 / Orjin Maslak (İstanbul)
- 15.12.2023 / VIA Flat (Ankara)
- 19.12.2023 / Orjin Maslak (İstanbul)
- 27.12.2023 / Orjin Maslak (İstanbul)

09.30-17.00

BDO

"INFLATION
ADJUSTMENT
WITHIN THE SCOPE
OF TAX PROCEDURE
LAW" TRAININGS
CONTINUE!

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

This month we will organize our trainings in Istanbul and Ankara.

Our trainings will take place on;

- **December 8, 19 and 27** in Istanbul Maslak Orjin Plaza,
- **December 15th** at VIA Flat in Ankara.

Our trainings are open to general participation and paid, and our quota is limited to 35 people.

Please click here for detailed information and registration for our inflation adjustment trainings under the Tax Procedure Law.

Tax



BULLETIN:
TAX 2023-101
01/12/2023

REDISCOUNT RATE FOR TAX TRANSACTIONS HAS INCREASED FROM 36.75% TO 41.75%

As announced in our Bulletin No. [2023/094](#) the rediscount rate applicable to tax transactions was increased from 31.75% to 36.75% effective from 1 November 2023.

The Central Bank of the Republic of Türkiye has redetermined the discount interest rate and advance interest rate with the Communiqué on [Determination of Interest Rates Applicable to Rediscount and Advance Transactions](#) published in the Official Gazette dated 1 December 2023 and numbered 32386 and this regulation has changed the rediscount rate that will be valid for tax transactions.

With the Communiqué in question,

- The discount interest rate for rediscount transactions for promissory notes with a maturity of up to 3 months has been raised from an annual rate of 35.75% to 40.75%,
- The interest rate applicable to advance transactions has been increased from an annual rate of 36.75% to 41.75%.

[Click for the full bulletin.](#)



BULLETIN:
TAX 2023-095
13/11/2023

SUMMARY FOREIGN CURRENCY POSITION REPORTING HAS BEEN ABOLISHED AND THE SCOPE OF FOREIGN CURRENCY POSITION REPORTING ON THE SYSTEMIC RISK DATA MONITORING SYSTEM HAS BEEN CHANGED.

With the [Press Release](#) dated November 8, 2023, numbered 2023-43, the Central Bank has announced the termination of the Summary Currency Position Reporting practice for companies with a total cash and non-cash credit balance of TRY 10 million and above, which was scheduled to begin in March 2023.

In summary, this Regulation stipulates the monitoring of transactions affecting the currency positions of companies with a debt in foreign currency of USD 15 million and above through the Systemic Risk Data Tracking System established within the Central Bank of the Republic of Türkiye.

All of these amendments will enter into force on 01/01/2024.

[Click for the full bulletin.](#)

Tax



BULLETIN:
TAX 2023-096
13/11/2023

THE RATE OF LATE PAYMENT INTEREST INCREASES FROM 2.5% TO 3.5% PER MONTH

With the Decree (Decree No.: 7782) on the Determination of the Delay Increase Rate in the First Paragraph of Article 51 of the Law No. 6183 on the Collection Procedure of Public Receivables No. 6183 as 3.5% to be Applied Separately For Each Month published in the Official Gazette dated 14/11/2023 and numbered 32369, the delay increase rate has been determined as 3.5% per month as of 14/11/2023.

Accordingly;

- As of 14/11/2023, a delay increase will be applied to the public receivables that are due but not paid on time, based on a monthly rate of 3.5%.
- Since the rate of late payment interest calculated in accordance with Article 112/3 of the Tax Procedure Law and the rate of regret increase calculated in accordance with Article 371/5 of the Tax Procedure Law are linked to the rate of late payment increase, the rates of late payment interest and regret increase have automatically increased to 3.5% per month as of 14/11/2023.

[Click for the full bulletin.](#)



BULLETIN:
TAX 2023-097
14/11/2023

THE DEFERRED INTEREST RATE INCREASED FROM 24% TO 36% PER YEAR

The Ministry of Treasury and Finance, with the General Communiqué on Collection (Serial: C Sequence No: 7) (Communiqué) published in the Official Gazette dated 14/11/2023 and numbered 32369, has increased the deferment interest rate from 24% to 36% per annum based on the authority granted to it in Article 48 of the Law No. 6183.

Accordingly;

- The postponement interest at the rate of 36% per annum will be applied to the postponed public receivables based on the applications to be made as of the publication date of this Communiqué.
- For the public receivables that will be postponed based on the applications made before the publication date of this Communiqué and for the public receivables that have been postponed before the publication date of this Communiqué and are being paid in accordance with the postponement conditions, the old postponement interest rate (24%) should be applied as of the application date as long as they are paid in accordance with the postponement conditions.

The calculation of the deferment interest is explained in detail in the [General Communiqué on Collection Serial: A Sequence No: 1](#).

[Click for the full bulletin.](#)

Tax



BULLETIN:
TAX 2023-098
27/11/2023

BY PRESIDENTIAL DECREE NO. 7887, THE MINIMUM CAPITAL AMOUNT FOR NEWLY ESTABLISHED JOINT STOCK COMPANIES WAS INCREASED TO TRY 250,000 AND TRY 50,000 FOR LIMITED LIABILITY COMPANIES.

With the Presidential Decree (Decree) dated 24/11/2023 and numbered 7887 (it has been decided to put into effect the "Decree" regarding the increase of the minimum capital amount for joint stock and limited liability companies pursuant to the first paragraph of Article 332 and the second paragraph of Article 580 of the Turkish Commercial Code No. 6102 (TCC).

Accordingly;

- The minimum capital amount for joint stock companies will be increased from TRY 50,000 to TRY 250,000
- From TRY 10,000 to TRY 50,000 for limited liability companies

has been increased.

For joint stock companies that accept the registered capital system, the initial capital shall not be less than TRY 500,000.

The aforementioned decree will be applicable for joint stock and limited liability companies to be established as of 01/01/2024.

For details, please see our Bulletin.

[Click for the full bulletin.](#)



BULLETIN:
TAX 2023-099
29/11/2023

THE RIGHT TO DEDUCTION OF VAT PAID AT CUSTOMS WITHIN THE SCOPE OF SURVEILLANCE AND SAFEGUARD MEASURES ON IMPORTS HAS BEEN ABOLISHED

With the Presidential Decree No. 7846 published in the Official Gazette dated 24.11.2023 and numbered 32329, the right to deduct the VAT paid at customs within the scope of surveillance and safeguard measures on imports has been abolished.

Accordingly;

- In accordance with the relevant legislation on the application of surveillance on imports, VAT paid due to the amounts declared in customs declarations regarding the goods subject to surveillance application and cannot be certified,
- VAT paid due to customs duties and/or additional financial obligations imposed as safeguard measures in accordance with the relevant legislation on the application of safeguard measures on imports, anti-dumping duties and countervailing duties imposed under the relevant legislation on the prevention of unfair competition in import,
- Value added tax paid due to all kinds of taxes, duties, fees and shares arising from the above-mentioned amounts and included in the value added tax base

the right to a discount has been abolished.

[Click for the full bulletin.](#)

Tax



ANNOUNCEMENT: DRAFT COMMUNIQUÉ ON THE AMENDMENT OF THE VALUE ADDED TAX GENERAL APPLICATION COMMUNIQUÉ HAS BEEN PREPARED
TAX 2023-063
15/11/2023

The Revenue Administration continues to work on the development of the [Draft Communiqué Amending the General Implementation Communiqué on Value Added Tax](#) and to make it ready for publication, and it has been opened for public comments and suggestions until 24/11/2023 regarding the development, amendment or contribution of the issues included in the current draft.

[Click for the full announcement.](#)



ANNOUNCEMENT: THE DECREE ON THE REMOVAL OF THE RIGHT TO DEDUCTION OF VAT PAID AT CUSTOMS WITHIN THE SCOPE OF SURVEILLANCE AND SAFEGUARD MEASURES ON IMPORTS HAS BEEN PUBLISHED.
TAX 2023-064
24/11/2023

Pursuant to Article 29/1-b of the VAT Law, taxpayers can deduct the VAT paid on imported goods and services related to their activities from the VAT calculated on their taxable transactions.

With the [Presidential Decree No. 7846](#) published in the Official Gazette dated 24/11/2023, the right to deduct VAT paid at customs within the scope of surveillance and safeguard measures on imports has been abolished.

[Click for the full announcement.](#)



ANNOUNCEMENT: THE COUNTRY-BY-COUNTRY REPORTS (CbCR) MUST BE SUBMITTED UNTIL 31/12/2023
TAX 2023-065
28/11/2023

As stated in our [Bulletin No: 2020/023](#) with the Presidential Decree No. 2151 on the Amendment to the Decree on Disguised Profit Distribution through Transfer Pricing published on February 25, 2020, the Country Based Reporting obligation has entered into the Turkish Tax Legislation.

Accordingly, the Turkish resident ultimate parent or surrogate entity of a multinational enterprise group whose total consolidated group revenue is EUR 750 million or more according to the consolidated financial statements of the previous accounting period will prepare and submit the Country-by-Country Report (CbCR) to the Revenue Administration electronically until the end of the twelfth month following the reporting accounting period.

[Click for the full announcement.](#)

Tax



ANNOUNCEMENT: THE PERIOD FOR CREATING AND SIGNING ELECTRONIC LEDGERS AND THE PERIOD FOR UPLOADING ELECTRONIC LEDGER CERTIFICATES TO THE INFORMATION PROCESSING SYSTEM OF THE REVENUE ADMINISTRATION HAS BEEN EXTENDED
TAX 2023-066
29/11/2023

With the Tax Procedure Law Circular No. 161 dated November 29, 2023, the period for the creation and signing of e-Ledgers, which must be created and signed by those included in the electronic ledger (e-Ledger) application until the end of November 30, 2023, and the period for uploading the "Electronic Ledger Certificates" that must be uploaded to the Revenue Administration Information Processing System within the same period has been extended until the end of Tuesday, December 5, 2023.

[Click for the full announcement.](#)



ANNOUNCEMENT: ANNOUNCEMENT BY THE MINISTRY OF TREASURY AND FINANCE ON THE EXTENSION OF THE STATE OF FORCE MAJEURE FOR SOME PLACES AFFECTED BY THE EARTHQUAKES IN KAHRAMANMARAŞ
TAX 2023-067
30/11/2023

As it is known, the taxpayers who have taxpayer records as of the date of the earthquake in 11 provinces and one district affected by the earthquakes that occurred in Kahramanmaraş Province on 06/02/2023 were deemed to be in force majeure as of 06/02/2023 in terms of the application of tax laws due to these taxpayers, and the period for the submission of declarations and notifications that should be submitted from the date the force majeure started until the date the force majeure will end was postponed.

For the taxpayers in Adıyaman, Hatay, Kahramanmaraş and Malatya provinces and İslahiye and Nurdağı districts of Gaziantep province, it has been deemed appropriate that the force majeure situation that will end as of the end of 30/11/2023 will end as of the end of Tuesday, 30/04/2024.

Accordingly;

- Declarations and notifications that must be submitted from 06/02/2023, when the force majeure situation started, until 30/04/2024, when the force majeure situation will end, can be submitted until the end of Wednesday, 15/05/2024,
- Taxes accrued based on these declarations and notifications and the second installment of the motor vehicles tax for 2023 and the first installment of the motor vehicles tax for 2024 can be paid until the end of Friday, 31/05/2024.
- All kinds of taxes, penalties and default interest accrued before the date of the earthquake, the payment period of which coincides with the period of force majeure, and all kinds of taxes, penalties and default interest, which were assessed by submission, ex officio or administration before the date of the earthquake and whose due date coincides with the date of the onset of the force majeure, will be evaluated separately for each due date, until the end of the 1-year period from the normal due dates; 1-year period will be extended until after 31/05/2024, if the 1-year period corresponds to after 31/05/2024, it must be paid until the end of 31/05/2024.

[Click for the full announcement.](#)

PEOPLE
COMMUNICATION
CLIENT NEEDS
VALUE
COMMITMENT

Labor Law and Social Security



**BULLETIN:
LABOR LAW AND
SOCIAL SECURITY
2023-076
06/11/2023**

COMMUNIQUEÉS AMENDING THE COMMUNIQUEÉ ON NATIONAL OCCUPATIONAL STANDARDS

Some occupational standards have been amended with the "Communiquéés No. 2023/22 and 2023/24 Amending the Communiquéé on National Occupational Standards" published by the Vocational Qualifications Authority in the Official Gazette dated 05/11/2023 and numbered 32360.

The amended occupational standards are as follows. Click on the occupations to see the content of the occupational standards.

- Yoga Trainer (Level 5)
- Operation Electricity Maintainer (Level 4)

To access Communiquéé No. 2023/22 [please click here](#).

To access Communiquéé No. 2023/24 [please click here](#).

[Click for the full bulletin.](#)



**BULLETIN:
LABOR LAW AND
SOCIAL SECURITY
2023-077
15/11/2023**

SYSTEM WARNING THAT ONLY RETIREMENT AGE VICTIM RETIRESS CAN BENEFIT FROM THE 15510 INSURANCE PREMIUM INCENTIVE IN THE WITHHOLDING AND PREMIUM SERVICE DECLARATION

In the Withholding and Premium Service Declaration for the October 2023 period, a system warning is encountered for insured persons who retired by meeting the age requirement and reported with the law number 15510.

Therefore, for insured persons who have been granted an old-age pension after completing the age requirement, it is necessary to make a notification in the Withholding and Premium Service Declaration without law number (00000) and in the "02" document type.

[Click for the full bulletin.](#)



**BULLETIN:
LABOR LAW AND
SOCIAL SECURITY
2023-078
21/11/2023**

SOCIAL SECURITY INSTITUTION ANNOUNCEMENT ON NOT SELECTING THE MISSING DAY REASON FOR "07-SALARY RECORDS" FOR 0 DAYS AND 0 EARNINGS NOTIFICATIONS

According to the Announcement published by the General Directorate of Insurance Premiums of the Presidency of the Social Security Institution on 20/11/2023; in accordance with the article titled "1.2.3.6-Working in tally method in missing day notification" of the Circular No. 2020/20, it is prevented to select "07-Payroll Records", which is one of the reasons for missing work by employers for insured persons who do not work at all during the month and who are reported with (0) days (0) earnings.

Accordingly, starting from October 2023, the missing day code "07-Payroll Records" will not be selected for insured persons for whom insurance days and earnings based on insurance premium are not reported in Withholding and Premium Service Declarations.

[Click for the full bulletin.](#)

Labor Law and Social Security



**BULLETIN:
LABOR LAW AND
SOCIAL SECURITY
2023-079
23/11/2023**

SOCIAL SECURITY INSTITUTION GENERAL LETTER ON THE VIOLATION OF THE TEMPORARY WORK RELATIONSHIP LEGISLATION

Social Security Institution Presidency General Directorate of Insurance Premiums published a General Letter dated 22/11/2023 on "Transactions Contrary to the Temporary Labor Relationship Legislation". Accordingly, as a result of the determination that a temporary employment relationship has not been established in accordance with the regulations in the Labor Law No. 4857 and Law No. 4904, a principal employer-sub-employer relationship cannot be established between private employment agencies and real and legal persons acting as private employment agencies and employers receiving services from them.

In the reports issued by Labor Inspectors, if the insured persons reported by private employment agencies and similar persons are accepted as the insured of the real and legal persons from whom they receive services;

- For the obligations fulfilled by the employers, administrative fines, delay penalties and delay increases will not be applied to the workplace where the insured are transferred.
- Since the service fee and insurance premiums paid between private employment agencies and employers are paid indirectly, these payments will be transferred to the workplace where these payments are made in a registered or to be registered and no premium refund will be made in accordance with Article 89 of Law No. 5510 regarding these amounts.

You can review our Bulletin for details.

[Click for the full bulletin.](#)

Audit



ANNOUNCEMENT:
UFRS 2023-001
23/11/2023

ANNOUNCEMENT ON INFLATION ADJUSTMENT OF FINANCIAL STATEMENTS OF COMPANIES SUBJECT TO INDEPENDENT AUDIT

Within the scope of the announcement made by the Public Oversight Authority dated November 23, 2023, the financial statements dated 31/12/2023 prepared in accordance with the tax legislation in accordance with the Provisional Article 33 added to the Tax Procedure Law with Article 1 of the Law No. 7352 on the Amendment of the Tax Procedure Law and Corporate Tax Law published in the Official Gazette dated January 29, 2022 and numbered 31734, The inflation adjustment of financial statements prepared in accordance with TFRS (Turkish Financial Reporting Standards) or BOBİ FRS (Financial Reporting Standard for Large and Medium-Sized Enterprises) has been announced and in this context, in order to ensure uniformity of application, companies subject to independent audit that prepare their financial statements in accordance with TFRS (Turkish Financial Reporting Standards) or BOBİ FRS (Financial Reporting Standard for Large and Medium-Sized Enterprises) are subject to inflation adjustment. 31 December 2023 and the related accounting principles in "Turkish Accounting Standard 29 Financial Reporting in High Inflationary Economies" and "BOBİ FRS Section 25 Financial Reporting in High Inflationary Economies".

[Please click here](#) for the Announcement on Inflation Adjustment of Financial Statements of Companies Subject to Independent Audit.

[Click for the full announcement.](#)

Incentives and Government Supports



**BULLETIN:
INCENTIVES AND
GOVERNMENT
SUPPORTS 2023-10
27/11/2023**

STRATEGIC PRIORITY PRODUCT AND TECHNOLOGY AREAS AND EVALUATION PROCEDURES AND PRINCIPLES WERE DETERMINED FOR ADVANCE LOAN WITH INVESTMENT COMMITMENT

With the Communiqué on Strategic Priority and Technical Evaluation of Investment Projects published in the Official Gazette dated 26/11/2023 and numbered 32381, the procedures and principles regarding the strategic priority and technical evaluation to be made by the Ministry of Industry and Technology for the projects that will apply to benefit from the financial facilities provided through intermediary banks have been determined.

Accordingly;

- Applications to be made to intermediary banks to obtain the Ministry's assessment prior to the financing application can be made by investors who benefit from the strategic and project-based investment incentives and the supports within the scope of the Move program, or who have projects that aim to produce a product within the scope of the Strategic Priority Product List or Technology Areas list, or to invest in development activities in the field of technology and the production of systems based on these technologies.
- Investors who wish to benefit from the Financing Program must apply for financing to the intermediary bank together with the opinion letter they will receive from the Ministry following the Ministry's evaluation.

For details, please see our Bulletin.

[Click for the full bulletin.](#)



**BULLETIN:
INCENTIVES AND
GOVERNMENT
SUPPORTS 2023-11
28/11/2023**

COMPLETION VISAS FOR GES AND RES INVESTMENTS CAN BE ISSUED BASED ON A CERTIFIED PUBLIC ACCOUNTANT REPORT

With the Communiqué Amending the Communiqué on the Implementation of the Decree on State Aids in Investments (Communiqué No: 2012/1) published in the Official Gazette dated November 28, 2023 and numbered 32383, the ninth paragraph of Article 23 of the Communiqué on the Implementation of the Decree on State Aids in Investments has been amended as follows:

"Completion visa of investments for the production of electrical energy supported within the scope of general incentive practices and investments for the production of electrical energy from solar and wind energy supported within the scope of regional incentive practices, It is deemed to have been made if the company submits to the Ministry a certified copy of the provisional acceptance certificate issued by the relevant institution for the investment subject to the incentive certificate and the "Certified Public Accountant Report on the Determination of the Expenditures within the Scope of the Investment Incentive Certificate in Electricity Generation Investments" in Annex-11 regarding the minimum fixed investment amount and the regional support class qualification of the regional investment incentive certificates."

The regulation shall also apply to investment incentive certificates issued before the effective date of the Article.

[Click for the full bulletin.](#)

Customs and Foreign Trade



**ANNOUNCEMENT:
CUSTOMS AND
FOREIGN TRADE
2023-023
30/11/2023**

EUROPEAN UNION BORDER CARBON REGULATION MECHANISM: WHAT AWAITS TURKISH EXPORTERS?

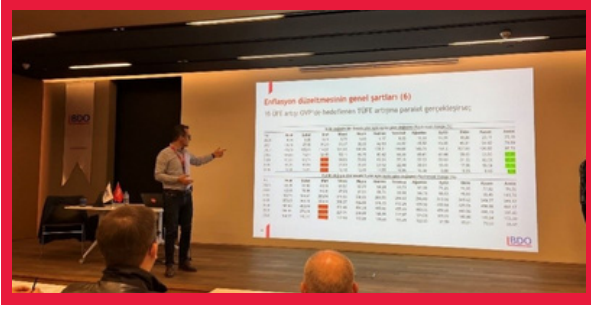
In order to fulfill its commitments under the Paris Agreement, the European Union has introduced a series of measures to reduce greenhouse gas emissions (pollution) into the atmosphere. The Border Carbon Adjustment Mechanism (CBAM) was introduced with this in mind. The transitional implementation of the Border Carbon Adjustment Mechanism started on 01.10.2023. The transitional period will last until 01.01.2026. During this period, i.e. until the beginning of 2026, notifications of EU importers regarding the import of products containing greenhouse gas emissions will begin, but there will be no payment.

The products for CBAM application in the first phase are listed below:

- Cement,
- Iron and steel,
- Aluminum,
- Fertilizers,
- Hydrogen,
- Electricity

[Click for the full announcement.](#)

Featured News and Publications of the Month



We continue our "Inflation Adjustment within the Scope of Tax Procedure Law" trainings without slowing down.

In this context, we held three separate trainings online on November 9, face-to-face on November 15 and November 21, under the tutelage of our Tax Department Partner Erdal Güleç and Senior Manager Gulsah Acar.

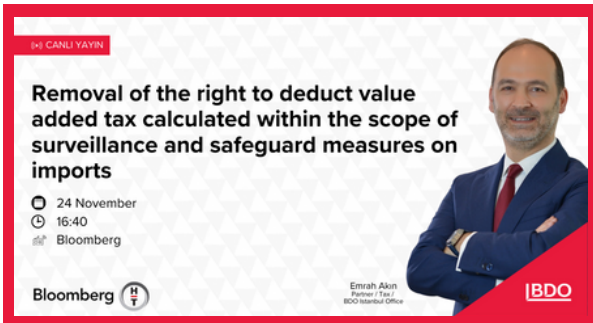
We would like to thank all participants who attended our trainings.



On November 9, 2023, we held the training on "Financial Reporting Standard (TMS 29/UMS 29) Applications in High Inflation Economies" with our Audit Department partner Taceddin Yazar and one of our company consultants Serkan Kati, CPA, CRMA. We would like to thank all participants who attended the training.



Emrah Akın, partner in the Tax Department, discussed the "Omnibus Law in the Turkish Grand National Assembly and the 2024 Budget Law Proposal" on Ekotürk TV on November 28, 2023



Emrah Akın, partner in our Tax Department, commented on the issue of "Removal of the right to deduct value added tax calculated within the scope of surveillance and safeguard measures on imports with the Presidential Decree No. 7846" on Bloomberg HT on November 24, 2023

Featured News and Publications of the Month



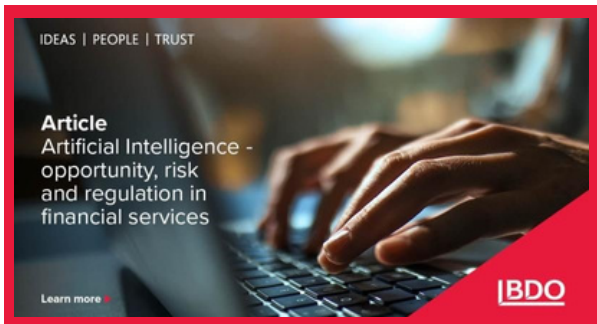
Smart adoption of technology is critical to success, 84% of business leaders say. BDO's Techtonic States study predicts four different scenarios for 2026 and looks at how business can adapt to these changes. The study reveals that advanced technology offers organizations opportunities, enabling them to reduce risk and increase resilience.

For detailed information, you can review [BDO's Techtonic States Report](#).



People relocate for many different reasons, such as climate, education, lifestyle and job opportunities, and different places appeal to different people. Whatever the main reason for relocation, it is important for individuals to understand the tax regime of their destination country and avoid unexpectedly increasing their annual tax bill.

[Click here for BDO's Global Relocation Opportunities 2023 Report](#) compiled by international tax experts and providing a high-level overview of 52 tax regimes.



Financial services firms are increasingly using AI and machine learning to identify consumer trends, predict potential financial downturns and in many other use cases. Recent advances in AI offer significant opportunities to improve outcomes, but there are risks that firms need to be aware of when trying to implement AI-based solutions.

[Click Here](#) for a study by Richard Barnwell of BDO UK exploring the opportunities, risks and regulatory environment for the use of AI in financial services.

Published Articles & Columns

ERDOĞAN SAĞLAM

Partner - Tax
Sworn Financial Advisor
BDO İstanbul Office

T24 Is it ethical not to have financial institutions apply inflation accounting?

[Read now](#)

T24 How will inflation adjustment be made for assets acquired through partial spin-off?

[Read now](#)

T24 The expected regulation on the loss of capital or insolvency of companies was issued, albeit late.

[Read now](#)

T24 Status of retained earnings and current period profits on inflation adjustment

[Read now](#)

T24 Tax advantages of mutual funds for natural persons continue

[Read now](#)

T24 Are tax incentives for currency-protected deposits coming to an end?

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T24 The President abolished the right to deduct VAT paid within the scope of surveillance and safeguard practices on imports

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