

CIRCULAR
Issue: 2019/092eng.

Istanbul, May 15, 2019
Ref: 4/092

Subject:

BANKING AND INSURANCE TRANSACTION TAX (“BITT”) RATES APPLICABLE TO FOREIGN EXCHANGE TRANSACTIONS OVER THE SELLING AMOUNT CHANGED

BITT rates applicable to foreign exchange transactions over the selling amount have been set as follows through an amendment to Article 1(e) of the resolution annexed to the Decree No. 98/11591 by the Presidential Resolution No. 1106 promulgated in the Official Gazette No. 30775 of May 15, 2019.

Text of the article before the amendment:

Text of the article after

the amendment:

Article 1 - The rate of banking and insurance transactions tax e) shall be applied as zero over the selling amount in foreign exchange transactions, 	Article 1 - The rate of banking and insurance transactions tax e) shall be applied as one per thousand over the selling amount in foreign exchange transactions and as zero over the selling amount in foreign exchange transactions listed below: 1) Unilateral or bilateral foreign exchange sales between banks and authorized institutions, 2) Foreign exchange sales to the Ministry of Treasury and Finance, 3) Foreign exchange sales to the loan debtor by the bank extending or brokering the FX credit facility for the repayment of a foreign exchange loan,
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The amendment entered into force on May 15, 2019.

Sincerely,

**DENGE İSTANBUL YEMİNLİ
MALİ MÜŞAVİRLİK A.Ş.**

APPENDIX:

The Presidential Resolution No. 1106

(*) The remarks in our circular are for information purposes only. We recommend that the opinion and support of a qualified counsellor be received before establishing final transactions on the questionable matters. Our company shall not be held responsible for any damages to be incurred as a result of transactions to be made solely on the basis of the statements in our circular.

(**) For opinions, criticisms and questions about our circular, you can contact our specialists the contact information of whom is provided below.

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