

**CIRCULAR LETTER**  
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**Subject:**

**PRESENTATION ABOUT THE NEW INCENTIVE SYSTEM ( PUBLIC AIDS FOR INVESTMENTS) ISSUED BY MINISTRY OF ECONOMY**

A presentation entitled as The New Incentive System / Public Aids for Investments has been given by the Minister of Economy Mr. Zafer Çağlayan and issued by Republic of Turkey, Ministry of Economy, General Directorate of Incentive Practices and Foreign Capital and by means of the presentation, declarations related to the new incentive system which is anticipated to be effected were made. You can find the said presentation in the attachment of circular letter.

During the presentation, the new incentive system has been compared with the existing incentive system, information has been given about the sections of the new incentive system that were criticized and claimed to be changed and subsequently the new incentive system has been defined by dividing into sections as follows.

- General Investment Incentives
- Regional Investment Incentives
- Large Investment Incentives
- Strategic investment incentives

**Investment incentives**

**1- General investment incentives**

- \*VAT exemption
- \*Custom duty exemption

**2-Regional investment incentives**

- \*VAT exemption
- \*Custom duty exemption
- \* Reduced corporate/income tax rate
- \*Social security premium support
- \*Land support
- \*Interest support

### **3- Large investment incentives**

- \*VAT exemption
- \*Custom duty exemption
- \* Reduced corporate/income tax rate
- \*Social security premium support
- \*Land support

### **4- Strategic investment incentives**

- \*VAT exemption
- \*Custom duty exemption
- \*Reduced corporate/income tax rate
- \*Social security premium support
- \*Land support
- \*Interest support
- \*V.A.T refund

We would like to emphasize that detailed information will be given in case of the legalization of the new incentive system.

Yours faithfully,

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

#### **Attachment:**

Presentation About The New Incentive System