



INVESTMENT INCENTIVES IN TURKEY

PROJECT BASED
INVESTMENT INCENTIVE
PROGRAM

OBJECTIVES



Supply Security



Critical Production Needs



New Generation Technologies



Technological Transformation



R&D Intense, Eco-friendly Products



Curbing Import Dependency



OPERATION OF THE PROGRAM



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REPUBLIC OF TURKEY
MINISTRY OF INDUSTRY
AND TECHNOLOGY

TAX INCENTIVES

VAT Exemption

Customs Duty Exemption

Corporate Tax

VAT Refund

EMPLOYMENT INCENTIVES

Social Security Premium Support (Employer's Share)

Income Tax Withholding Support

Qualified Personnel Employment Support

FINANCIAL INCENTIVES

Energy Support

Interest Support

Grant Support

Capital Contribution Support

INCENTIVES RELATED TO LAND ALLOCATION

Infrastructure Support

Land Allocation

OTHER INCENTIVES

Exemptions from Permissions, Licenses, Allocations and Registrations

Purchasing Guarantee

- Customs Duty Exemption,
- Value Added Tax Exemption for machinery and equipment,
- Value Added Tax Refund for construction,
- Corporate Income Tax Deduction up to **200 % of investment amount**

Tax Incentives



- Social Security Premium Support (Employer's share over **gross wage**) up to 10 years,
- **Qualified personnel wage support up to 20-fold of gross minimum wage and up to 5 years,**
- Income Tax Withholding Support up to 10 years

Employment Incentives





- **Energy Support:** up to %50 percent of energy consumption and maximum of 10 years.
- **Interest Support:** For investment loans, up to 10 years,
- **Capital Contribution Support:** The Government will get into a partnership with the investor by 49% for a certain period of time and leave the partnership by selling its shares at the very latest of 10 years

Financial Incentives





- Allocation of land for the investments up to 49 years. If **committed employment is maintained for 5 years following the completion of the investment**, premises can be transferred to investors free of charge,
- **Infrastructure support**

Incentives Related to Land



- **Purchasing guarantee for a certain period,**
- **Facilitation of Legal and Administrative Procedures**

Other Incentives



POTENTIAL INVESTMENT AREAS



Energy
technologies

Integrated
metallurgy
production

Petrochemical
investments

Biotech/
medicines

Medical
technologies

Transportation
technologies

Defense systems,
air&space
technologies

Electronics

Information
& communication
technologies



Ministry of Industry and Technology

**General Directorate for Incentive
Implementation and Foreign Investment**