

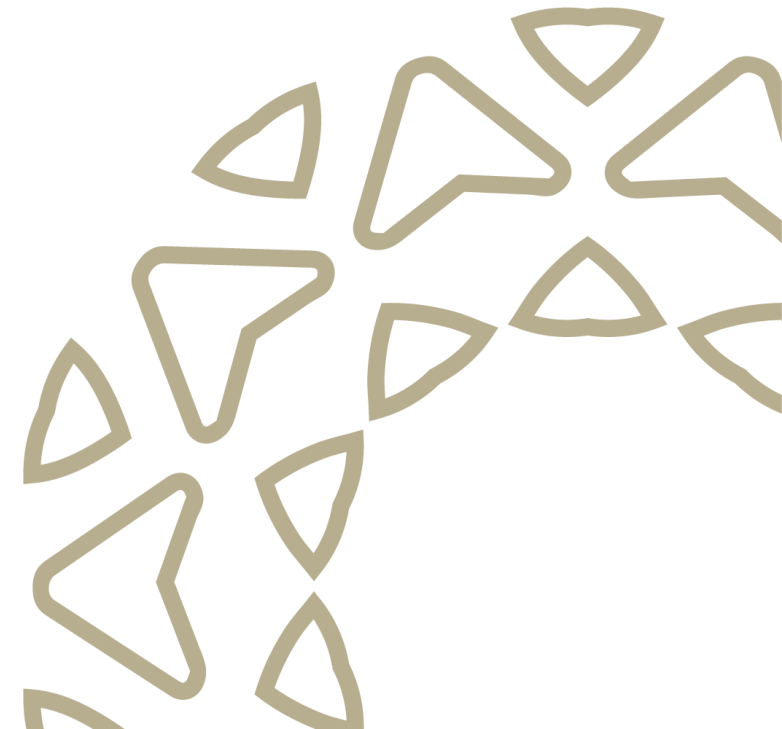


STATE TAX SERVICE
UNDER THE MINISTRY OF ECONOMY
OF THE REPUBLIC OF AZERBAIJAN

«MTK CASHBACK» VAT REFUND SYSTEM



MTK CASHBACK



PARTIAL REFUND OF PAID VAT

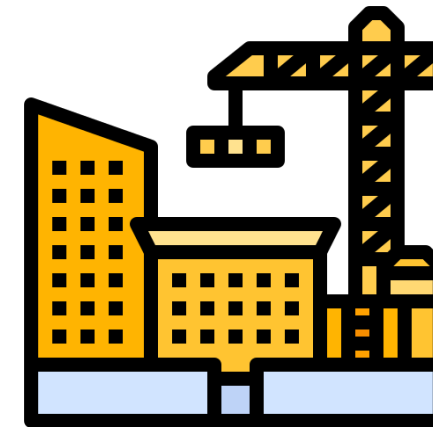


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Azerbaijan applies a refund mechanism to refund part of the value-added tax (VAT) paid by individual consumers for residential and non-residential properties purchased via cashless transactions from entities engaged in building construction within the territory of the Republic of Azerbaijan.

AN INDIVIDUAL WHO IS A CITIZEN
OF THE REPUBLIC OF AZERBAIJAN



FOREIGNERS AND
STATELESS INDIVIDUALS



COMPANIES ENGAGED
IN BUILDING CONSTRUCTION (MTK)

HOW DOES THE “MTK CASHBACK” WORK



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When refunding a certain part of VAT, you should pay attention to 4 conditions that must be present:



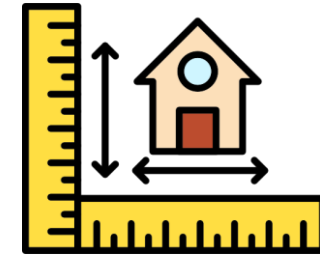
Payment
must be made
in cashless form



The company
must be
a VAT payer



The VAT paid for residential
and non-residential
areas is refunded



Refund applies for
an area not exceeding
500 square meters



WHAT STEPS SHOULD THE INDIVIDUALS FOLLOW TO RETURN PART OF THE VAT



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Individuals engaged in construction activities access the portal (www.new.e-taxes.gov.az) to issue an electronic invoice in accordance with legislative requirements to the buyer (individual). The (individual) then verifies the accuracy of the information on the electronic invoice received and confirms it accordingly.



Afterward, the buyer (individual) enters the "Communal Payments" section of the Government Payment Portal (www.gpp.az) via the link provided in their personal account to proceed with payments and complete the transaction.



After completing the payments, the buyer fills out the relevant application form in their electronic cabinet and submits a request (within 90 days from the date of purchase) through the portal, along with supporting documents, for the refund of VAT.



The application is automatically submitted to the tax authority and the corresponding risk assessment is conducted.



After 30 days from the date of application, 30% percent of the VAT amount for non-cash payments are placed in a virtual "wallet" created by an authorized bank when opening the recipient's electronic cabinet.

WHAT STEPS SHOULD THE INDIVIDUALS FOLLOW TO RETURN PART OF THE VAT



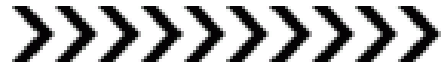
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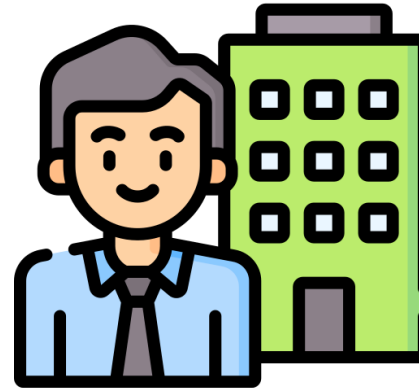
COMPANIES
ENGAGED
IN BUILDING
CONSTRUCTION (MTK)



*issue an electronic
invoice*



*verifies the invoice,
confirms it,
and makes payment*



INDIVIDUALS



*fills out application form
and submits a request*



*conducts a
risk assessment
and confirms payment*



TAX AUTHORITY

THANK YOU!

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