



TAX, VAT AND FISCAL REPRESENTATION

FIXED ESTABLISHMENT ASSESSMENT ADVISORY

Check and manage your local tax obligations with our help!

You will have fixed establishment (FE) for VAT purposes in Hungary if you have:

- assets or technical resources
- staff
- for a longer period of time
- in a fixed place in Hungary.

If you have fixed establishment in Hungary the place of supply of certain services may be altered. To establish whether you have fixed establishment a thorough review of your business processes and commercial agreements may be needed.

While in most cases circumstances that lead to permanent establishment (PE) for Corporate Income Tax (CIT) and Local

Business Tax (LBT) purposes are the same as for FE for VAT purposes, a separate PE analysis may be needed which is based on Double Tax Treaties, BEPS and domestic law.

If you have a PE in Hungary, you may be required to pay 9% CIT (as of 2017) and/or LBT on the income attributed to your PE in Hungary, but will most likely pay less CIT in your home country.

RSM Hungary can help you to determine whether you have FE for VAT purposes and PE for CIT/LBT purposes from VAT and income tax point of view and more generally advice on your local tax obligations.

RSM HUNGARY TAX AND FINANCIAL ADVISORY SERVICES PLC.

Accounting, tax consulting, payroll, digital solutions – these are the pillars of RSM Hungary Plc.

Thanks to the outstanding quality we deliver our company is now acknowledged as one of the dominant market players of the Hungarian consulting community. In order to provide our clients with full range of financial consulting services RSM Audit Plc.'s services complement the activities of RSM Hungary Plc., and the legal representation and consultation services are provided by RSM Legal Szűcs & Partners Attorneys-at-law.

In addition to medium-sized Hungarian enterprises, foreign-owned multinational companies also represent a significant part of our client portfolio.

FOR FURTHER INFORMATION, PLEASE CONTACT:

Dániel Sztankó

indirect tax director | E daniel.sztanko@rsm.hu

OUR SERVICES

- Outsourced accounting and bookkeeping
- Cloud based document management
- BPO
- Tax services
- Customs, excise and product tax advisory services
- M&A, Valuation, Corporate finance
- Legal services
- VAT, Tax and Fiscal representation
- Payroll
- Audit
- Digital solutions

ABOUT RSM NETWORK

We are members of the RSM network, the sixth largest network of independent audit, tax and advisory firms in the world.

More information about RSM Network, please visit www.rsmi.com.