

Value Added Tax (VAT) reduction

General info

Economy name

Serbia

ID

S22

Incentive name

Value Added Tax (VAT) reduction

Brief description

A special VAT rate of 10 % is applied to specific goods and services

Legal reference

Legal reference name

Value Added Tax Law "Official Gazette of Serbia", no. 84 of 24 July 2004, 86 of 30 July 2004 - correction, 61 of 18 July 2005, 61 of 30 June 2007, 93 of 28 September 2012, 108 of 6 December 2013, 68 of 3 July 2014 - Ph.D. law, 142 of December 25, 2014, 83 of October 3, 2015, 108 of December 29, 2016, 113 of December 17, 2017, 30 of April 20, 2018, 72 of October 7, 2019, 153 of December 21, 2020 , 138 of December 12, 2022.

Legal reference (Law section / article)

Article 23b

20% / 10% (the special VAT rate of 10 % is applied to the following supply of goods and services, or import of goods: Bread, milk, flour, sugar, edible sunflower, maize, rape, soybean and olive oil, edible animal and vegetable fats; Fresh and frozen fruits and vegetables, meats and fish, and eggs; Medicines included in the list of medicines to be sold on prescription and made out from the funds for health insurance, in accordance with the health insurance regulations; Orthotic and prosthetic means, as well as medical means- products that are surgically implanted in the organism; Dialysis materials; Fertilizers, pesticides, seed stock, nursery stock and complete fodder mixtures for animal feeding; Textbooks and teaching aids; Daily newspapers; Monographs and serial publications; Firewood; Accommodation in hotels, motels, resorts, recreation centres and camps Utility services; Natural gas delivered to individual producers through the gas distribution network¹).

Incentive design

Incentive group

Non-financial

Incentive category

Value Added Tax (VAT)

Economy-wide/Sector-specific

Sector-specific

Sector (Simplified)

Agriculture

Sector (NACE)

N/A

Size of firm that can use incentive

All sizes of firms

Level at which incentive is available

Economy-wide

Ownership of firm that can use incentive

Any

Incentive location

General

Main objective of the incentive

Technological advancement

In case of grant, share of grant in investment (in %)

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Access to information

Contact Info

Ministry of Finance Tax Administration - Central address Cara Dusan 145 Belgrade - Zemun

Weblink to Incentive information in English**Weblink to Incentive information in local language****Eligibility criteria**

Eligibility criteria (description)

The general VAT rate for taxable turnover of goods and services or import of goods is 20%.

The turnover of goods and services or the import of goods is taxed at a special VAT rate of 10%

Eligibility criteria (weblink)**Incentive administration**

Awarding Authority (Name)

Ministry of Finance

Application procedure + Weblink (where available)

<https://www.paragraf.rs/propisi/zakon-o-porezu-na-dodatu-vrednost.html>

Implementing Authority (Name)

Ministry of Finance