

Tax Agenda Hungary

April 2022



| No. | Fact | Action | | |
|-----|---|--|---|---|
| 1 | <p>Tourism development contribution for catering companies</p> <p>Due to a COVID-19 crisis management measure, catering companies didn't have to pay the tourism development contribution tax in 2021 after their sales revenue. This obligation should be taken into account again from 1 January 2022. For example, a person liable to monthly VAT returns had to declare and pay the tourism development contribution for services provided in January 2022 by 21 February 2022. For companies with annual VAT liability, such contribution should be paid by 27 February 2023.</p> | Review whether the tourism development contribution tax applies for the company and prepare a draft estimation to assess its potential increased tax liability. | ● | ● |
| 2 | <p>Social contribution tax exemption for small gas stations</p> <p>Gas stations with up to four employees are exempt from paying social contribution tax from 1 January to 31 May 2022.</p> | Review whether the social contribution tax exemption applies for the company's gas stations and prepare a draft estimation to assess the potential decreased tax liability of the company. | ● | ● |
| 3 | <p>Increase in the Central Bank base rate</p> <p>The Hungarian National Bank on 23 February increased the Central Bank base rate for the second time in 2022 by 0.5 percentage points, from 2.9% to 3.4%.</p> | Assess if the company has any loan transaction with the interest rate tied to the Central Bank base rate. | ● | ● |

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● Compliance ● Risk management ● Cash-flow / ETR impact

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