

## French President signs bill on Digital Services Tax and partial freeze of corporate income tax rate decrease

---

### NEW! EY Tax News Update: Global Edition

EY's new Tax News Update: Global Edition is a free, personalized email subscription service that allows you to receive EY Global Tax Alerts, newsletters, events, and thought leadership published across all areas of tax. Access more information about the tool and registration [here](#).

Also available is our [EY Global Tax Alert Library](#) on ey.com.

---

On 24 July 2019, French President Emmanuel Macron signed the bill introducing the Digital Services Tax (DST)<sup>1</sup> and the partial freeze of the corporate income tax rate decrease.<sup>2</sup>

The bill was published in the *Journal Officiel* on 25 July 2019, leading to the entry into force of the bill.

The DST consists of a 3% levy applied to revenue derived from specific digital activities by companies with a qualifying revenue of more than €750 million worldwide and €25 million in France.

For 2019, a unique advance payment will be due in November 2019.

---

### Endnotes

1. See EY Global Tax Alerts, [France's Parliamentary Commission agrees on Digital Services Tax](#), dated 3 July 2019.
2. See EY Global Tax Alerts, [French Parliament approves draft bill on partial freeze of corporate income tax rate decrease](#), dated 16 July 2019.

For additional information with respect to this Alert, please contact the following:

**Ernst & Young Société d'Avocats, Paris**

- ▶ Jean-Pierre Lieb                    jean.pierre.lieb@ey-avocats.com
- ▶ Eric Verron                            eric.verron@ey-avocats.com
- ▶ Nicolas Genestier                    nicolas.genestier@ey-avocats.com
- ▶ Morgan Vail                            morgan.vail@ey-avocats.com
- ▶ Xavier Dange                        xavier.dange@ey-avocats.com

**Ernst & Young LLP (United States), French Tax Desk, New York**

- ▶ Frédéric Vallat                        frederic.vallat@ey.com
- ▶ Mathieu Pinon                         mathieu.pinon1@ey.com
- ▶ Rémi Volf                                remi.volf@ey.com

**Ernst & Young LLP (United States), Financial Services Desk, New York**

- ▶ Sarah Belin-Zerbib                    sarah.belinzerbib@ey.com

**About EY**

EY is a global leader in assurance, tax, transaction and advisory services. The insights and quality services we deliver help build trust and confidence in the capital markets and in economies the world over. We develop outstanding leaders who team to deliver on our promises to all of our stakeholders. In so doing, we play a critical role in building a better working world for our people, for our clients and for our communities.

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. For more information about our organization, please visit [ey.com](http://ey.com).

© 2019 EYGM Limited.  
All Rights Reserved.

EYG no. 003515-19Gbl

1508-1600216 NY  
ED None

This material has been prepared for general informational purposes only and is not intended to be relied upon as accounting, tax, or other professional advice. Please refer to your advisors for specific advice.

**[ey.com](http://ey.com)**