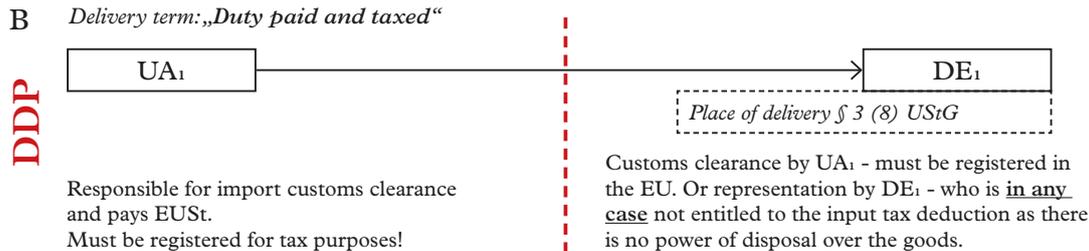
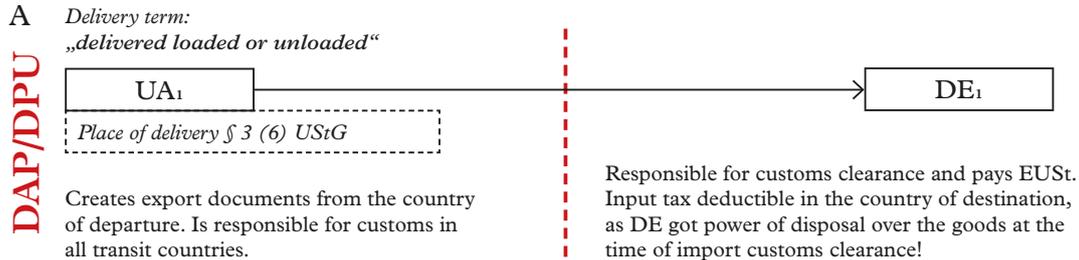


Import sales tax and D-Incoterms®



The supplier UA₁ from the Ukraine delivers goods to the German company DE₁.

- 1 In case A, an INCOTERM® was agreed upon, which obliges the DE₁ to initiate the transfer into free circulation and to pay the EUSt. This allows DE₁ to deduct this as input tax.
- 2 In case B the INCOTERM® DDP was agreed upon. UA₁ carries out the customs clearance and pays the EUSt. Therefore UA₁ must be registered in DE.

How do the delivery conditions of the „D clauses“ affect the input tax deduction?

Power of disposal:

Transfer of substance, value and yield of an object

1

Here: DAP or DPU. Other clauses can also be used here (e.g. FCA)

2

The INCOTERM® DDP (Delivered Duty Paid) is (similar to Ex Works - EXW) unsuitable for the international movement of goods. Obstacles occur both with the import declaration (EXW: export declaration) and (often undetected) with the sales tax processing of the transaction, which can lead to the loss of the input tax deduction.

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