

## FINANCIAL AID AND TAX ADVANTAGES GRANTED BY THE ANSEJ DEVICE

The young promotor benefits from tax advantages and financial aid during the implementation phase and in the form of exemption during the operational phase of his project. These advantages are granted both in the creation phase and in the extension of production capacities.

The tax advantages granted to microenterprise during the extension phase, it concern only new contributions. The pro-rata is determined in relation to total contributions.

### Financial Aid

- An unremunerated loan;
- An additional unremunerated loan if necessary; (Triangular financing case)
- An increase in the bank interest rate to 100%. (Triangular financing case)

### Fiscal advantages

The micro-enterprise benefits from the following tax advantages:

#### a. Implementation phase:

- Exemption from transfer duty due on any purchases of real property, in relating with the creation of an industrial activity;
- Exemption of the registration tax on business constitutive contracts;
- Application of the reduced rate of 5% in customs duties for equipment used directly in the implementation of investment.

#### b. Operational phase:

Exemption from property tax on buildings and additions of building for a period of, "03 years, 06 years or 10 years" according to the implementation of the activity, from the date of its realization.

- Total exemption for a period of "03 years, 06 years or 10 years", depending on the project implementation, from the date of introduction of the single fixed tax (IFU) or taxation according to the regime of real profit.
- At the expiry of the exemption period mentioned in dash n° 2, these period can be extended by two (2) years if the investment promoter undertakes to recruit at least three (3) employees for an indefinite period.
- Failure to comply with commitments related to the number of jobs created will cause the withdrawal of advantages and reminders of duties and taxes that should have been paid.

However, the investors and the physical persons under the single flat rate tax - remain subject to the payment of a minimum tax amounting to 50% of the amount of 10000 DA provided for in the tax code for each financial year and regardless of the turnover achieved. Tax allowance on global income (IRG) or tax on company profits (IBS), or as the case may be, and the tax on professional activity (TAP) at the end of the period of exemption for the first three tax years, as follows:

- **First taxation year: a reduction of 70%;**
- **Second taxation year: a reduction of 50%;**
- **Third taxation year: a reduction of 25 %.**

