

# Turkey Memo

## HOW TO DONATE MATERIALS ?

---

Do you want to supply materials to a charity, whether it is supported by the Saint-Gobain Foundation or not?

It is very simple. You just need to comply with a few rules:

- **WHAT CAN BE DONATED & WHAT CANNOT BE DONATED**

You can donate products manufactured and/ or commercialized by the sponsor or by other entities whether they are new or used.

However, it is forbidden to donate materials, accessories or tools that are considered waste (that the owner would like to throw away due to their serious defects or whose life validity expired).

- **INFORMATION TO BE GIVEN**

You must inform the beneficiary that the donated goods can be used only according to the purpose mentioned in the written sponsorship agreement.

- **TAX DEDUCTIONS**

When determining the corporation tax basis, among others, the following deductions, can be made from corporate's earnings, provided that they are also indicated on the tax return.

a) Up to 5% of the corporate earnings for the respective year for donations and help that are made against a receipt to the public bodies, to the foundations that are granted tax exemption by the Cabinet of Ministers, to the associations that work for public interest and to the institutions and establishments that are engaged in scientific research and development activities.

b) All kind of expenses made for the construction of schools, medical facilities, student hostels and child care centers with a capacity of at least 100 beds (in priority regions for development, 50 beds), orphanages, retirement homes and care and rehabilitation centers, or all kinds of donations and help that are given to these institutions for the construction of such facilities, as well as all cash and real donations and help rendered for the continuation of their activities.

---

c) 100% of the expenses, donations and help made and given against receipt, for the activities of the public bodies, of the foundations that are granted tax exemption by the Cabinet of Ministers, and of the associations that work for public interest having among others one of the following objectives:

1) Maintenance, repair, preservation, redrawing of the detailed original architectural plan, restoration, restitution projects and transportation of the cultural landmarks within the scope of the Law 2863 on the Protection of Cultural and Natural Landmarks, dated 21 July 1983.

2) Construction, repair and modernization of libraries, museums, art galleries, cultural centers, and the facilities where cultural and artistic activities such as movies, plays, operas, ballets and concerts are staged.

e) 100% of all cash and real donations that are made against receipt and through the Prime Ministry, upon natural disasters for which the Cabinet of Ministers has taken a decision to launch an aid campaign.

When donations and aids are not made in cash, the cost price or the registered value of the good and the right that is donated or granted as aid shall be the value; and where that is not available, the value shall be determined by the assessment commissions in accordance with the provisions of the Tax Procedure Law.

If there is any doubt about the nature of the donation, you should contact your legal or fiscal correspondent.

- **ACCOUNTING TREATMENT**

These donations in kind must be accounted for in extraordinary charges to the debit of account 'Donations and Sponsorship expenses'.

[Access the donation contract template.](#)