



Clarifications regarding the VAT rate for composite supplies of TV and online media subscriptions

Country - France

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On 5 December 2018 the French tax authorities clarified that:

- The article 8 of the Finance Law for 2018 provides the VAT base to be taken into account for the application of the 10% rate for TV subscriptions and 2.8% applicable to online media services provided through electronic communication services or equipment;
- It is necessary to proceed with a case-by-case analysis in order to determine whether composite supplies must be identified as a single supply for VAT purposes.

The article 8 of the Finance Law for 2018 foresees the application of these rules to the services for which the chargeability of VAT and the chargeable event occurred as from 1 March 2018.

We remain at your disposal if you wish further information or analysis.