

Domestic supplies Reverse charge rule Portugal VAT

2(1)(g) VAT Code
194 VAT Directive

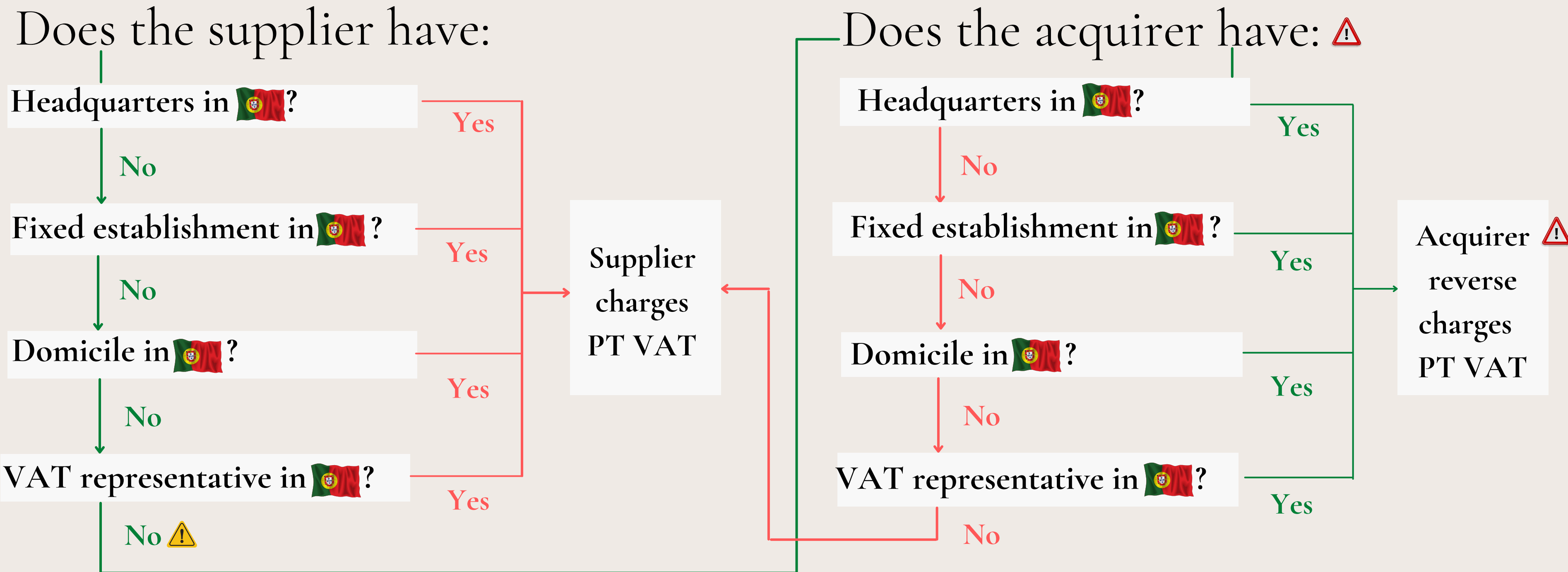
Reverse charge by the acquirer is due when:


- supplier is not established and without a VAT (tax) representative in PT

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- the acquirer is a PT established taxable person or VAT registered with a VAT (tax) representative in PT

PTA Guidelines on 2(1)(g) of the VAT Code



 the supplier is obliged to inform the existence of a VAT representative to the acquirer; when it fails to make such communication it is deemed not to have a VAT representative

 the acquirer must be a taxable person - this includes fully exempt taxable persons and public bodies subject to VAT register due to performing IC acquisitions of goods above the € 10.000 threshold

Other relevant key takeaways from the guidelines

Register for VAT

Non-established suppliers which only perform operations covered by 2(1)(g) reverse charge rule should not have a VAT register in Portugal

Invoicing

Invoices of non-established suppliers for operations covered by 2(1)(g) reverse charge rule do not follow PT invoicing rules, notably certified invoicing

Effects

The guidelines are effective as of 27 April 2021



THIS INFORMATION IS PRODUCED FOR GENERAL GUIDELINE PURPOSES ONLY AND IS NOT INTENDED TO SUBSTITUTE RECOURSE TO EXPERT TAX AND LEGAL ADVICE FOR THE SOLUTION OF REAL AND SPECIFIC CASES.

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