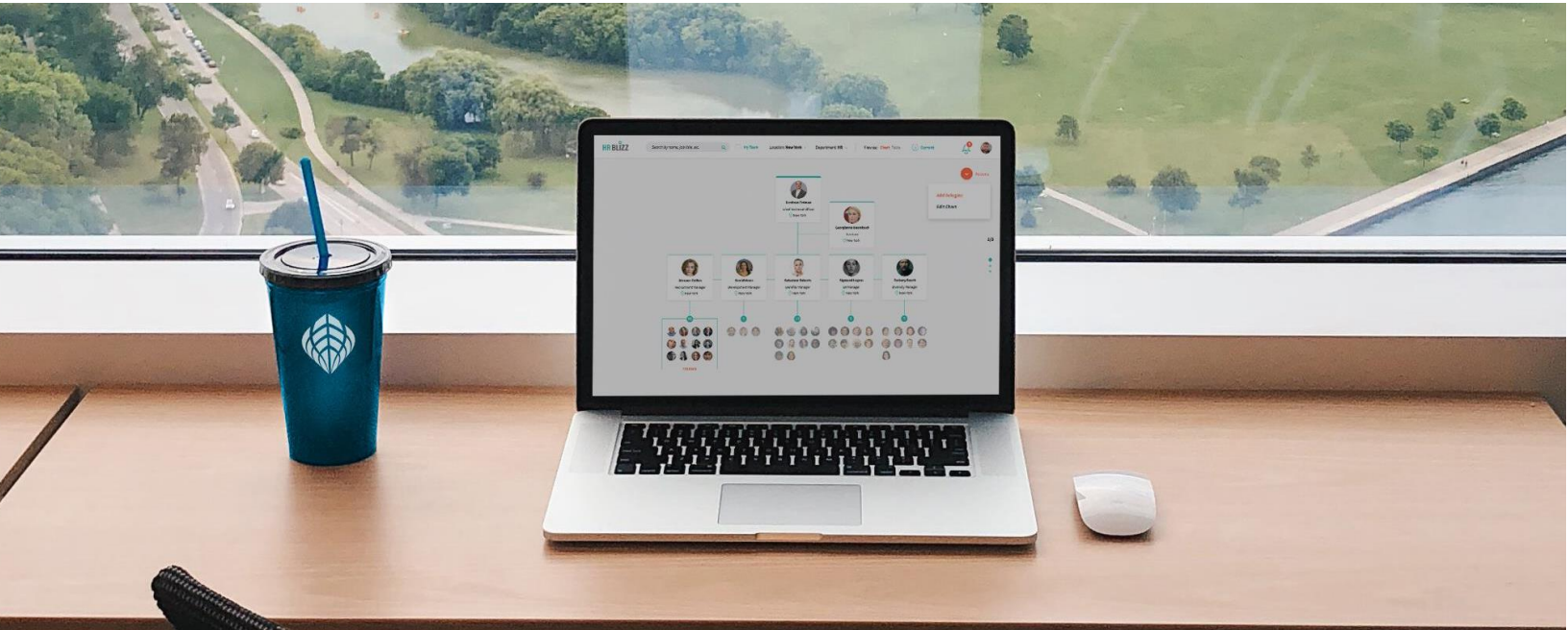




Simplifying Employment
Tasks Worldwide

Statutory Change Alert

Turkey Announces 2023 Payroll Parameters



TURKEY



09 January 2023

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We help you achieve your global ambitions

Thank you for trusting Mercans to outsource your HR and Payroll functions. We propose HR consulting services, actionable solutions, and cost-effective global payroll processing tools to energize your human capital management in real-time and augment your performance. We are dedicated to becoming your business growth facilitator.



Global Payroll Solutions – Boost your HR brand and employee satisfaction

Rationalize your HR budgets, monitor your data, and optimize your global payroll tasks in real-time. Systematize processes and streamline HRM lifecycles with HR Blizz™, our unified SaaS platform, to ensure your employees are paid accurately and on time.



PEO/GEO Services – Easily hire, deploy and manage your workforce abroad

A reliable Professional Employer Organization (PEO), Mercans is your trusted employer of record to globally select, engage, and manage highly qualified personnel on your behalf, through integrated Global Employment Outsourcing (GEO).



Global Talent Acquisition – Quickly fill vacancies with only the best candidates

Mercans supports you in designing/deploying long-term HR strategies and processing full-cycle recruitment. Our ATS Suite Mesar™ and our hiring experts help to screen, select, attract the right candidates for your organization, and populate your pipeline of prequalified talents.



BPO Services – Reclaim the focus on your core activities to expand your business

Concentrate on the essentials: outsource non-primary activities and your front- and back-office functions to Mercans. Save the time, money, and energy needed to refine the value chain engagement of your customers and suppliers and increase revenue.



HR Management SaaS – Access customizable cloud-based online platforms

Centralize your HR function on an all-in-one user-friendly and self-service platform. Combined with the expertise of our consultants, the Mesar SaaS offers a built-in applicant tracking system and easy-integration features to improve internal processes.



Local Statutory Compliance – Forget the hassle of setting up branches abroad

Mercans seasoned HR advisory team are compliance experts specialized in local cultures, business protocols, and tax and legal specificities. They are committed to ensure quick go-to-market abroad and achieve a compliant global expansion, risk-free from A to Z.



Mercans at a Glance

140+ Countries	20 Years of Success	500+ Specialists
5k+ Customers Worldwide	97% Client Retention Rate	1.5X Annual Revenue Growth
25k+ Largest Single Country Payroll	2.5M+ Pay Slips per Annum	0 Security Breaches

Number one for outsourced payroll services, we are endorsed by international authorities.



Mercans has the highest industry quality and IT security certifications.





Turkey – New Social Security and Income Tax Rates.

Effective from 1 January 2023, the government of Turkey has increased the Social Security Minimum Wage Amount to 10,008.00 TRY Gross and 8,506.80 TRY Net. The monthly SSI Ceiling Amount has increased to a gross amount of 75,060.00 TRY.

Please find the previous and new amounts in the below table.

SSI Amounts EN Version	SSI Amounts TR Version	Period 01-07-2022 31-12-2022	Period 01-01-2023 31-12-2023
SSI Minimum Base Amount Daily	Gunluk Prime Esas Kazanc / SGK / Alt Sınır	TRY 215.70	TRY 333,60
SSI Minimum Base Amount Monthly	Aylık Prime Esas Kazanc / SGK / Alt Sınır	TRY 6,471.00	TRY 10.008,00
SSI Ceiling Amount Daily	Gunluk Prime Esas Kazanc / SGK / Üst Sınır	TRY 1,617.75	TRY 2.502,00
SSI Ceiling Amount Monthly	Aylık Prime Esas Kazanc / SGK / Üst Sınır	TRY 48,532.50	TRY 75.060,00



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New Social Security Exemption Amounts Announced

In addition, the government of Turkey has announced the following benefit in kind exemption amounts, effective from 1 January to 31 December 2023.

These amounts will impact employees' Gross Social Security amounts if the employer provides the respective benefits in kind.

SSI Amounts EN Version	SSI Amounts TR Version	Period 01-07-2022 31-12-2022	Period 01-01-2023 31-12-2023
SSI Child Allowance Exemption	Çocuk Yardımı İstisnası / SGK	TRY 129.42	TRY 200.16
SSI Family Allowance Exemption	Aile Yardımı İstisnası / SGK	TRY 647.10	TRY 1,000.86
SSI Meal Allowance Exemption (cash payment)	Yemek Yardımı İstisnası / SGK	TRY 51.01	TRY 78.90
Meal Allowance Exemption (Card / Coupon)	Yemek Yardımı İstisnası / SGK	TRY 51.01	TRY 78.90
Private Insurance + Pension ER Exemption Amounts for SSI Base	Ozel sağlık sigortası ve İsveren BES primi istisnası/prime esas kazanç	TRY 1,941.30	TRY 3.002,40
Heating-Fuel Allowance Exemption	Yakacak Yardımı İstisnası / SGK	TRY 1,000.00	TRY 1,000.00



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Changes to Income Tax Brackets and Income Tax Exemptions

The government of Turkey has also announced the following income tax exemption amounts and tax brackets, effective from 1 January to 31 December 2023.

Tax Limits and Exemption Amounts EN Version	Tax Limits and Exemption Amounts TR Version	Period 01-07-2022 31-12-2022	Period 01-01-2023 31-12-2023
15% Tax Amount	15% Vergi Dilimi	TRY 0.00 -32,000.00	TRY 0.00 - 70,000.00
20% Tax Amount	20% Vergi Dilimi	TRY 32,000.01 - 70,000.00	TRY 70,000.01 - 150,000.00
27% Tax Amount	27% Vergi Dilimi	TRY 70,000.01 - 250,000.00	TRY 150,000.01 - 550,000.00
35% Tax Amount	35% Vergi Dilimi	TRY 250,000.01 - 880,000.00	TRY 550,000.01 - 1,900,000.00
40% Tax Amount	40% Vergi Dilimi	TRY 880,000.01 +	TRY 1,900,000.01 +
Income Tax Meal Allowance Exemption (cash payment)	Yemek Yardımı İstisnası /GV	TRY 51.00	TRY 110.00
Income Tax Meal Allowance Exemption (Card / Coupon)	Yemek Yardımı İstisnası /GV	TRY 55.08	TRY 118.80 (included %8 VAT)
Stamp Tax Meal Allowance Exemption (cash payment)	Yemek Yardımı İstisnası /Damga vergisi	-	TRY 110.00
Stamp Tax Meal Allowance Exemption (Card / Coupon)	Yemek Yardımı İstisnası / Damga vergisi	-	TRY 118.80 (included %8 VAT)
Transportation (Card) Allowance Tax Exemption	Yol Yardımı (Kart) İstisnası / GV	TRY 25.50	TRY 56.00
Heating-Fuel Allowance Exemption	Yakacak Yardımı İstisnası / GV	TRY 1,000.00	TRY 1,000.00
Disability Exemption for 1. Degree	1.Derece Sakatlık İndirimi	TRY 2,000.00	TRY 4,400.00
Disability Exemption for 2. Degree	2.Derece Sakatlık İndirimi	TRY 1,170.00	TRY 2,600.00
Disability Exemption for 3. Degree	3.Derece Sakatlık İndirimi	TRY 500.00	TRY 1,100.00

The amended rates will apply to all wages and salaries earned after 1 January 2023.



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Please contact your Mercans' services delivery team for any additional information regarding the implications of the above change.



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They already trust Mercans





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What Makes Mercans your HR and Payroll Partner of Choice?

We Simplify Employment Tasks Worldwide

Everywhere for Everyone

We are a borderless people engagement enabler, driven by technology and innovation. We deliver bespoke human capital management services and global payroll solutions to empower businesses across 110+ countries regardless of their organizations' size and their industry. We pride ourselves on being global people experts with a striking local presence, committed to making your teams happy, and ensuring the consistent and sustainable growth of your organization.

Local Presence. Regional Strategy. Global Success

Supported by 500+ payroll and HR specialists with in-depth local knowledge, Mercans operate globally. Our pioneering human resources consulting services and trailblazing SaaS platforms are already satisfying 5,000+ international clients, ensuring timely measurable results and bottom-line savings. Thanks to success-oriented teams striving for excellence and taking care of our clients' tasks within budget, we have gained the trust of major multinational companies.

A Revolutionary Service Delivery System

Say goodbye to third-party service providers, offshore call centers, fragmented data, and endless chains of sub-contracts.

Mercans cloud-based SaaS Products, HR Blizz™ & Mesar™, combine the performance of proprietary technologies with a human touch. Cost-effective, they are fully-compliant self-service tools, packed with smart built-in features for your peace of mind. All your data are integrated into single interfaces accessible from everywhere and on any device.

Trailblazing Cloud-Based SaaS Products

HR Blizz & Mesar, our Software-as-a-Service platforms, both propose a preconfigured API integration capability with all the major global HRMS platforms, including SuccessFactors, Workday, Oracle HCM, and MS Dynamics. All Mercans systems and processes are GDPR compliant, ISO 9001, 20000, 27001 certified, and SOC 1 and SOC 2 audited. A registered Finpro expert, Mercans is also a member of the Global Payroll Association and the Global Payroll Management Institute.



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