



Envisioned increase in the Sales Tax rate due to the outbreak of COVID-19 in Curaçao

The Prime Minister of Curaçao, Mr. Eugene Rhuggenaath, gave a presentation on May 14th, 2020, regarding the financial situation in Curaçao. During this presentation the Prime Minister also mentioned some possible (tax) measures that the government will take.

One of the measures that was discussed during this press conference, was the possible increase in the Sales Tax rate from 7% to 9%. This envisioned increase would only affect insurances, that are not exempted, and the provision of accommodation in a hotel, lodging, boarding house, apartment, house or any other immovable property, or through timeshare, to people who only stay there for a short period, since these are currently the only services taxed at a Sales Tax rate of 7%.

Please note that this measure has only been discussed during the press conference, and it is unclear if, and when, this envisioned increase in the Sales Tax rate will actually enter into force and if there would be any transitional arrangement applicable. Please be assured that as soon as we have more information regarding this matter, we will make sure to inform you accordingly.

Envisioned increase in the Sales Tax rate presented by the Prime Minister of Curaçao, Mr. Eugene Rhuggenaath, during a press conference on May 14th, 2020.

Please contact our office at the email addresses mentioned in this newsflash if you have any questions and/or need additional information. We would be pleased to assist you.

Julian Lopez Ramirez

Office phone: +5999 433 3346
jlopezramirez@deloitte.cw

Arne Kattouw

Office phone: +5999 433 3338
arkattouw@deloitte.cw

Monique Dap

Office phone: +5999 433 3343
mdap@deloitte.cw

Vivian Pieters

Office phone: +5999 433 3344
vpieters@deloitte.cw

Claire Godschalk-Olmtak

Office phone: +5999 433 3319
cgodschalk@deloitte.cw

Jeannitza Felix

Office phone: +5999 433 3398
jeafelix@deloitte.cw

Darick Candelaria

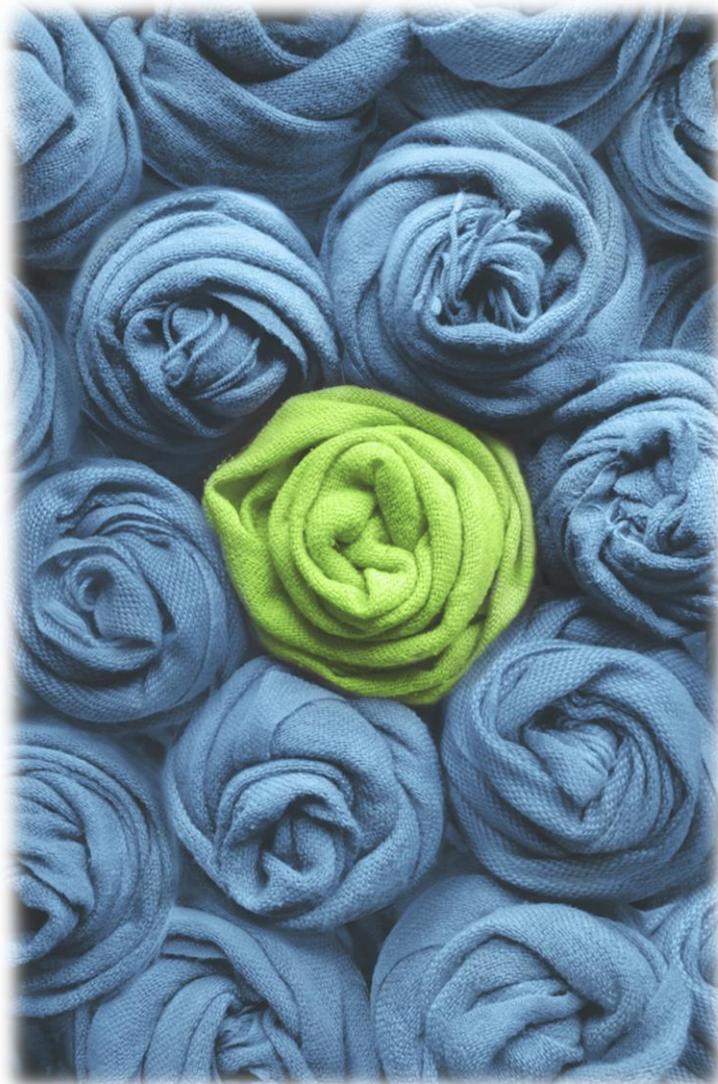
Office phone: +5999 433 3394
dcandelaria@deloitte.cw

Maribel Santana

Office phone: +5999 433 3347
msantana@deloitte.cw

Nayarid Sanchez

Office phone: +5999 433 3342
nasanchez@deloitte.cw



Legal Jurisdiction

Any dispute or other legal matter resulting from this correspondence shall be governed by the jurisdiction of the Common Court of Justice of Aruba, Curaçao, Sint Maarten and of Bonaire, Sint Eustatius and Saba.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

Deloitte Dutch Caribbean is part of the Deloitte Network. In the Dutch Caribbean the services are provided by Deloitte Dutch Caribbean, an entity which is registered with the trade register in Curaçao under number 34292 and in Aruba under number H51453.0.

Deloitte is a leading global provider of audit and assurance, consulting, financial advisory, risk advisory, tax and related services. Our global network of member firms and related entities in more than 150 countries and territories (collectively, the "Deloitte organization") serves four out of five Fortune Global 500® companies. Learn how Deloitte's approximately 312,000 people make an impact that matters at www.deloitte.com.

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms or their related entities (collectively, the "Deloitte organization") is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No representations, warranties or undertakings (express or implied) are given as to the accuracy or completeness of the information in this communication, and none of DTTL, its member firms, related entities, employees or agents shall be liable or responsible for any loss or damage whatsoever arising directly or indirectly in connection with any person relying on this communication. DTTL and each of its member firms, and their related entities, are legally separate and independent entities.