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## End of the state of emergency and VAT implications

20<sup>th</sup> May 2020

On Monday, May 18, 2020, the state of emergency in the Czech Republic ([Government Resolution](#)) ended. Consequently, the option of extraordinary VAT exemption of free-of-charge supplies which was temporary introduced on the basis of the Czech Republic Finance Minister decision ended too.

The respective decisions of the Minister were published in Financial Bulletin 6/2020 /[Finanční zpravodaj 6/2020/](#) (free supply of disinfectants and protective equipment) and Financial Bulletin No. 7/2020 /[Finanční zpravodaj 7/2020/](#) (free supply of any goods and services to selected entities in the Czech Republic).

We informed you about the option of VAT exemptions in more detail in our tax alerts [here](#) and [here](#). The exemptions only apply to free-of-charge supplies that took place (i.e. tax point occurred) in the period of validity of the state of emergency.

Please note that, in the past, the financial administration recommended keeping all available evidence to be able to prove in the future the fulfillment of the conditions for the extraordinary VAT exemption (especially the confirmation of the recipient with the date of delivery).



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