

IMPORTED
DISTANCE SALES



eurotax
VAT, Customs & Excises

iOSS SERVICE

As of 1st July 2021, VAT rules for Distance Selling and more generally to BtoC E-commerce will be amended. A new regime aims to simplify VAT administrative procedures and make it more harmonized between all EU Member States.

For this matter, all EU and non-EU businesses selling goods and services online to European consumers will be affected by the VAT reform, regardless of the sales channel they use:

- E-commerce websites
- Marketplaces (Amazon, Ebay, AliExpress, Fnac, Darty, cDiscount, etc...)
- Drop-shipping sellers

EUROTAX proposes to assist you in this process through our expertise and our experience specifically with the European VAT reporting.

Contact our experts :
sales@eurotax.fr



What did change?

Current regime	New regime
Import VAT exemption for low value consignments (<22€)	Exemption for low value consignments will be abolished Import declaration will be always required
Consignment with >22€: import VAT due by importer by record	Irrespective of value, VAT will be always due in EU Member States of import
Marketplaces are not involved in the VAT reporting	Marketplace becomes liable for VAT for the supported trade
VAT reporting required in each EU country of activity	VAT reporting can be done in a single declaration for all of the EU

What are the rules to be eligible for iOSS?

Run through the checklist yourself:

- Your business is not established in the EU territory
- All final clients are private individuals
- No stock is being held in the EU territory
- The value of shipments is below 150€
- The online sales are not executed via a marketplace (such as Amazon, Alibaba etc.)

Potential risks

- Incorrect identification of the flows subject to iOSS
 - If no EU established intermediary appointed – it's not possible to use iOSS simplification
 - VAT and duties will still due by the customer for the shipments below 150€ if iOSS is not applied
 - Without iOSS, shipments could be stopped at the border for valuation checks that may result in delivery delays and/or additional VAT assessments
- You can still contact us for more explanation about those potential risks***

How Eurotax can assist you?

Included on regular fees:

- Act as an intermediary for iOSS purposes
- Become jointly liable for VAT amounts due to Tax Authorities 'TA'
- Identify the compliant way for your transactions and reporting;
- Handle your monthly VAT reporting submissions
- Track the changes in VAT rates applicable in different EU countries
- Handle all the necessary communication with the TA

Chargeable on a separate basis:

- Handle any VAT audit initiated by the TA
- If necessary, handle your intrastat submissions

Our fees*

- Starting from 99€ per month/country
- Set up fees: 99€ (to be waived for 2021)
- In order to cover our risk, we would also require a guarantee payment estimated to 3,5 months of VAT due

* might slightly vary in the case of new regulations to be announced by the local Tax Authorities

Do you need more information ?
Contact us:

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