



## VAT clause

### Supply of goods from the Czech Republic to another EU state

Value added tax is borne by the customer. The customer is obligated to pay besides the contract price also the value added tax, which should be charged by the supplier at the tax rate applicable at the time of supply. Contract price is stated exclusive of the value added tax. The value added tax won't be billed to the customer for the supply of goods to another EU state in case the following conditions are met:

- a) The customer indicates his EU VAT identification number other than CZ VAT no. to the supplier with each order
- b) The goods are supplied to an EU Member State other than Czech Republic
- c) Transportation of the goods outside of the Czech Republic is arranged by or on behalf of the supplier or the customer
- d) The expected time between the delivery of the goods and their transport to another EU country is not longer than three months
- e) In case the transportation is arranged by the customer, he must provide to the supplier 3 items of evidence, such as:

Two items of non-contradictory evidence that were issued by two different parties that are independent of each other, of the supplier and of the customer. Two from type A, or one from type A and one from type B.

Type A, for example:

- a signed CMR document or note
- an invoice from the carrier of the goods

Type B, for example:

- an insurance policy with regard to the dispatch or transport of the goods
- bank document proving payment for the dispatch or transport of the goods
- official documents issued by a public authority, such as a notary, confirming the arrival of the goods in the Member State of destination
- a receipt issued by a warehouse keeper in the Member State of destination, confirming the storage of the goods in that Member State

Third item of evidence is a written statement from the customer (Affidavit EU) stating that the goods have been dispatched or transported by the customer, or by a third party on behalf of the customer. Template of the written statement will be provided by the supplier. The customer shall furnish the supplier with the written statement by the tenth day of the month following the supply (arrival of the goods).