



#Balta

Tax & Legal



NEWS

www.balta.com.ec

EXECUTIVE DECREE No. 830

DEFINITIONS RELATED TO ARTISTIC AND CULTURAL SERVICES FOR THE APPLICATION OF 0% VAT

According to Executive Decree No. 830 of August 1, 2023 (**pending publication in the Official Gazette**), the Government of Ecuador establishes criteria for the services of organization, production and presentation of artistic and cultural events to comply with certain conditions in order to be taxed at 0% VAT rate.

----- XXX -----

The Executive Decree No. 830 establishes the following conditions for the organization, production and presentation of artistic and cultural events to be taxed at 0% VAT rate:

- They must correspond to expenses related to the contracting of companies or individuals who provide such services.
- This includes the sponsor of the event who is an individual or company who obtains taxable income from the performance or execution of the artistic and cultural event.
- In this sense, the value of the ticket of a public event with artistic and cultural content would be taxed with 0% VAT as long as it complies with the following:
 - a) The individual or company sponsoring the event must be registered in the Registry of Artists and Cultural Sponsors (RUAC); and,
 - b) The cultural spaces and infrastructure in which the event is held must belong to the Registry of Cultural Spaces and Infrastructure or the Registry of Audiovisual Spaces, as applicable.
- The capacity of the artistic and cultural event must have a maximum permitted capacity of two thousand (2,000) persons.
- In order to be considered an event with artistic and cultural content, the audiovisual spaces

must not have more than three
(3) screens.

----- XXX -----

At **Balta Ecuador**, our mission is to provide the highest quality legal and tax consulting services to help our clients achieve success in a complex and constantly evolving business environment.

As experts in the field, we understand that **legislative changes and regulations** can generate doubts and concerns. So we are committed to being your trusted partner and providing clear and accurate answers to all your questions. **Our team of highly trained professionals** is here to guide you through any legal or tax challenges you may face.

If you have any questions, concerns or would like to take advantage of our services, please do not hesitate to contact us. We are eager to listen to your inquiry and offer solutions tailored to your business needs.



Contáctanos



Fernando Peralta I
Partner ■■■

Tax & Transfer Pricing

✉ feperalta@balta.com.ec

☎ +(593) 4 601 6401



Christian Baquerizo
Partner ■■■

Legal & Tax

✉ cbaquerizo@balta.com.ec

☎ +(593) 4 601 6401

#Balta



©2023 Balta Ecuador.
All rights reserved.

We must state that the information, criteria, opinion or interpretation included in this message or its attachments are based on information that was provided to us and has been prepared based on our technical criteria and observing strict compliance with Ecuadorian tax and legal regulations, so it should NOT be understood that they were prepared to avoid compliance with Ecuadorian tax and legal rules. We are not responsible for the management decisions that could be taken from the reading of what is indicated in this e-mail or its attachments. Although our interpretation may differ from that of the Ecuadorian Tax Administration, other Ecuadorian authorities or third parties, however, we wish to let you know that our analysis, criteria or opinions are based on the regulations we refer to and we apply and/or interpret them according to the regulations in force and the principles and methodologies admitted in Law and applicable in Ecuador.

www.balta.com.ec/post-eng