**Case studies on Digital and Innovative Financial Products and Services for MSMEs beyond Credit.**

The G20 Presidency of Indonesia 2022 and the Global Partnership for Financial Inclusion (GPFI), in partnership with the SME Finance Forum, are building a living database of successful examples of digital and innovative ﬁnancial products and services for MSMEs beyond credit. These non-credit ﬁnancial products and services may include, among others, digital payments, insurance, factoring, leasing, guarantee, and other risk management products.

Institutions, which have designed and implemented innovative ﬁnancial products and services beyond credit to help MSMEs especially **women entrepreneurs, youth entrepreneurs, and social ﬁnance recipients** are strongly encouraged to contribute case studies.

**Process and timeline**

To ensure consistent quality and integrity of the case studies, a panel of subject matter experts is being set up. The committee will review the submitted cases on regular basis, seek clariﬁcations and provide inputs where appropriate, before the case studies are accepted and published in the database.

Selected cases will be used as inputs into a G20 summary report which is expected to be drafted in June 2022

# **Section 1**

## Title\*

Tax Incentive for Individual Participation Investors

70 word(s) remaining

## **Short excerpt about the products/services\***

As per Provisional Article 82 of the Income Tax Law No 193:

Real persons with full tax liability, who are individual participation investors (angel investors) in the scope of Additional Article 5 of the Law on the Organization and Duties of the Undersecretariat of Treasury dated 9/12/1994 and numbered 4059, are allowed to deduct 75% of the shares’ value they calculated according to the valuation provisions of the Tax Procedure Law No. 213 from their income and revenues subject to the annual return issued during the year in which the shares were acquired, provided that the shares acquired after the effective date of this article are held in hand for at least two years.

The aforementioned deduction rate is applied as 100% for the angel investors who invest in companies that have research, development and innovations projects which were supported by the Ministry of Science, Industry and Technology, Scientific and Technological Research Council of Turkey and Small and Medium Industry Development and Support Organization within the last five years.

Thus, while individual participation investors have the opportunity to earn high profits they can also benefit from significant tax advantages.

100 word(s) remaining

**What year was the innovation introduced\***

2012

**Number of MSMEs reached/served (esp. women/youth/migrant entrepreneurs, SMEs in general)\***

**Number of lives impacted (potential)\***

**Which institution implemented the solutions (offer products/services)\***

**Type of institutions**

Bir öğe seçin.

**Topic ( products/services )\***

**Location ( country and city )**

Individual participation investors can benefit from this incentive throughout the country, without any regional restrictions.

# **Section 2**

**The challenges addressed by the products/services\***

200 word(s) remaining

**Which group does your product/service primarily target?**

Payment Remittance

Bir öğe seçin. Bir öğe seçin.

Savings Fin. Education

Bir öğe seçin. Bir öğe seçin.

Factoring Cash management

Bir öğe seçin. Bir öğe seçin.

Insurance

Bir öğe seçin.

Credit guarantee Other (specify)

Bir öğe seçin.

Risk management 70 character(s) remaining

 Bir öğe seçin.

Bir öğe seçin.

**Description of the innovation ( products/services )\***

200 word(s) remaining

**Results/Impact created ( or potential impact ) \***

Please mention facts, numbers in terms of how many people were served especially women and youth entrepreneurs, how much saving, job creation etc.

**Lessons Learnt**

**Product/service/innovation: what need to be considered if the initiative is to be replicated?**

200 word(s) remaining

**Market conditions that determined the success of your products/services?**

200 word(s) remaining

**Policy/regulatory environment that either enables or hinders the success of your products/services**

200 word(s) remaining