



In support of Article 9 of the Law No. 03/L-222 on Tax Administration and Procedure,  
Director General of Tax Administration of Kosovo issues:

**Public Ruling No 02 /2012**  
**On**  
**Treatment of Insurance and Re-insurance Transactions**

**Article 1**  
**The purpose of Public Ruling**

This Public Ruling regulates treatment for tax purposes of transactions realized by Insurance and Re-insurance Companies, from the aspect of Value Added Tax (VAT).

In order to ensure fair and equal treatment, Tax Administration of Kosovo through this Public Ruling notifies all taxpayers that provide services from the field of insurance and re-insurance on the way as how TAK will implement legal provisions, respectively Article 28, paragraph 1.1 of the Law No. 03/L-146 on Value Added Tax.

**Article 2**  
**Decision**

All transactions of Insurance and Re-insurance Companies including here related services conducted by insurance brokers and agents during the transitional period 01.01.2010 until 31.12.2012, are treated as taxable supplies with the right of deduction of input VAT.

For supplies which are related to insurance and re-insurance during the transitional period, rules determined in Administrative Instruction No. 01/2004 dated 01 September 2004 on implementation of Value Added Tax, will be applied under the Regulation 2002/17 and the Law No. 03/L-114 on VAT.

**Article 3**  
**Subject of this Public Ruling**

Subject of this Public Ruling are all Insurance and Re-insurance Companies.

**Article 4**  
**Entrance into Force**

This ruling explains implementation of the above mentioned provision during the transitional period from 1<sup>st</sup> of January 2010 until 31<sup>st</sup> of December 2012, provided in Article 64 of the Law No. 03/L-146 on VAT,

The transitional period can be extended or shortened with the proposal of Minister of Finance and approval of Assembly of Republic of Kosovo, as it is determined in Article 64, paragraph 2, of Law No. 03/L-146 on Value Added Tax.

Data: 07 / 03 / 2012  
Pristine,

Mr. Behxhet Haliti  
  
TAK Director General

