

European Commission proposals on fair taxation of the digital economy

The European Commission has published a [package](#) on fair taxation of the digital economy.

The package contains two new draft EU Directives:

- The first proposed Directive represents a (long-term) solution where Member States would be able to tax profits that are generated in their territory, even if a company does not have a *physical* presence there.
- The second one represents a targeted (short-term) solution and introduces a Digital Services Tax at EU level at a rate of 3% on gross revenue from digital services.

More details in a [PwC EU Direct Tax Newsalert](#).



© 2018 PwC. All rights reserved. PwC refers to the PwC network and/or one or more of its member firms, each of which is a separate legal entity. Please see www.pwc.com/structure for further details. This content is for general information purposes only, and shouldn't be used as a substitute for consultation with professional advisors.