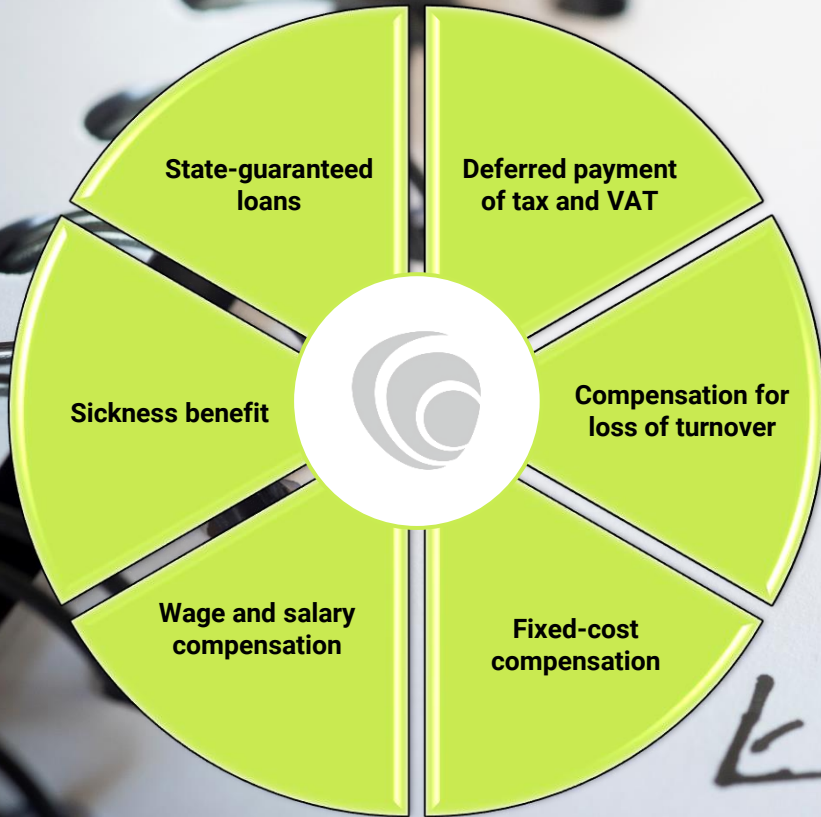


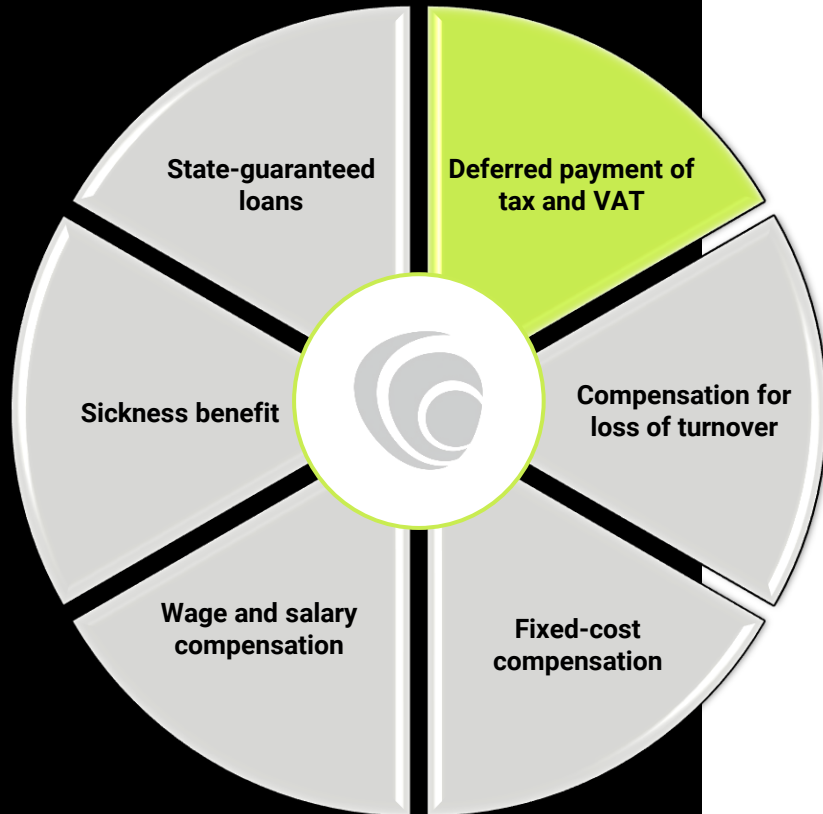
# Covid-19 rescue package



**Now, for tomorrow**

Prepared by Baker Tilly on 31 March 2020.  
This leaflet is subject to regular updates and cannot replace personal advice.

# Deferred payment of tax and VAT



## "A" tax and labour market contributions

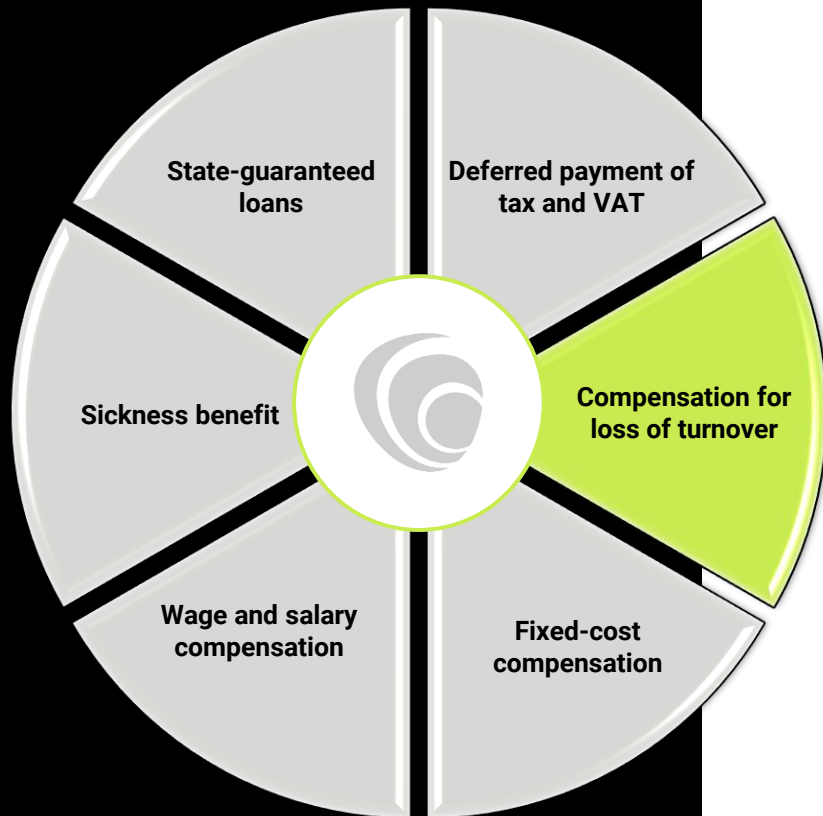
- "A" tax and labour market contributions covering March are still due for payment for large and small businesses on 31 March and 14 April, respectively. However, businesses ordered to close down may postpone their payment and not be subject to interest and extra charges. When the situation is normal again and the tax payment can be made, these businesses may file an application for exemption with the Danish Tax Agency
- Payments in April, May and June will be deferred for four months

**Payment of "B" tax covering April and May will be deferred until 22 June 2020 and 21 December 2020, respectively**

## VAT

- Payment of monthly VAT will be deferred for 30 days
- Payment of quarterly VAT for Q1 will be deferred until 1 September 2020
- Payment of half-yearly VAT will be deferred until 1 March 2021

# Compensation for loss of turnover



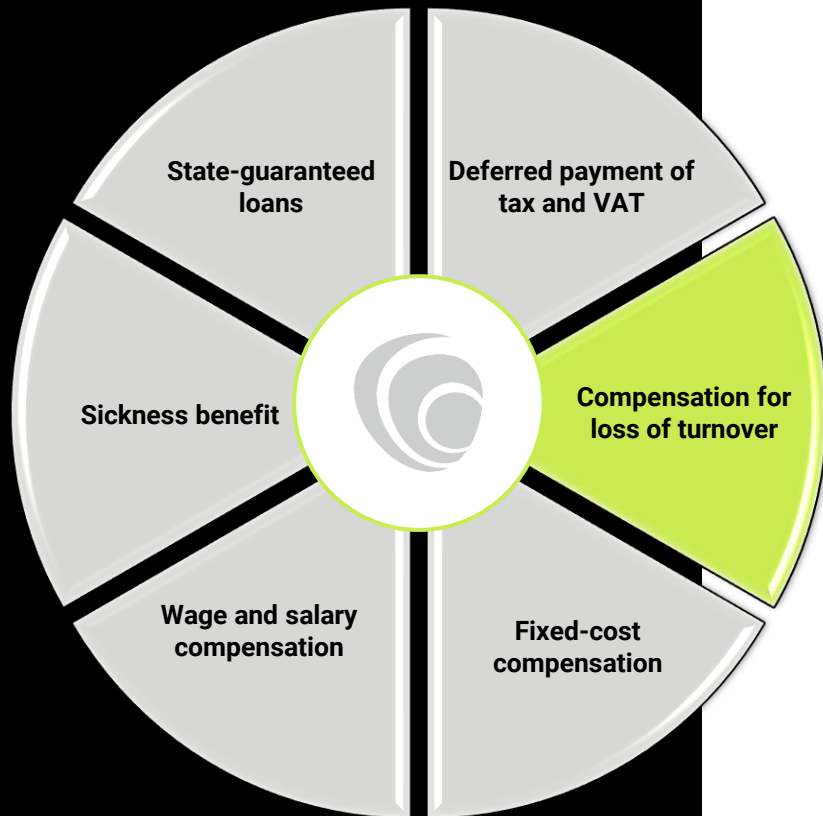
## Compensation:

- 75% of the expected loss of turnover
- Max DKK 23,000 a month (or DKK 46,000 in case of a co-working spouse)
- Taxable compensation for each business owner

## Requirements:

- Expected loss of turnover accounting for at least 30% during the period 9 March to 9 June compared to the average turnover of 2019
- Turnover of at least DKK 10,000 a month during the period up to 9 March
- Max 10 full-time equivalents
- The business must have been registered by 9 March 2020
- The business owner must have an ownership stake of at least 25% and work for the business in question
- The personal income of the business owner for 2020 may not exceed DKK 800,000
- Applies to all kinds of businesses

# Compensation for loss of turnover



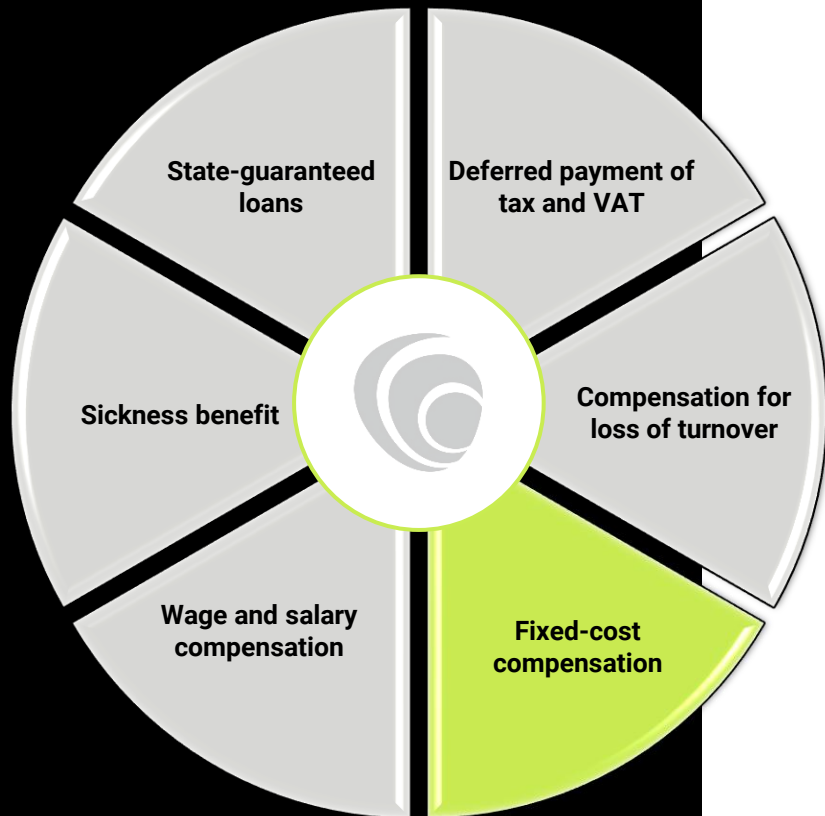
## Application:

- A solemn declaration by the owner
- A statement of the expected loss of turnover
- Reason for the loss of turnover due to the Covid-19 pandemic
- Applications may be filed as of 1 April. Please note that applications are not subject to the "first come, first served" principle

## Subsequent actions:

- Documentation of a loss in turnover of at least 30%
- Audit assistance required
- Compensation to be repaid if the terms are not met

# Fixed-cost compensation



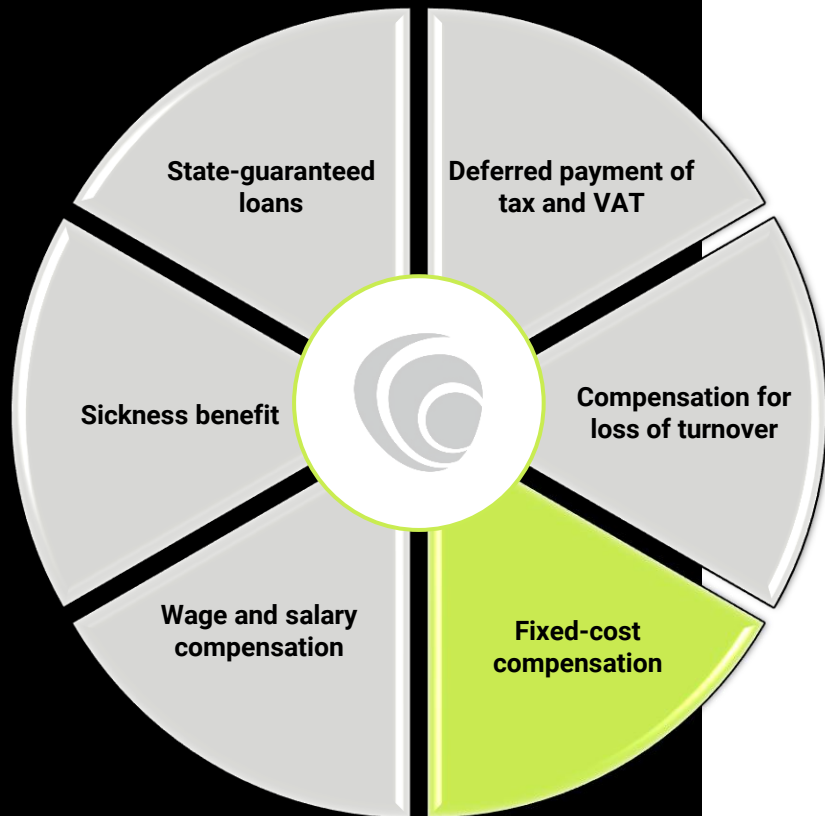
## Compensation:

- 80% of fixed costs if the loss of turnover accounts for 80 to 100%
- 50% of fixed costs if the loss of turnover accounts for 60 to 80%
- 25% of fixed costs if the loss of turnover accounts for 40 to 60%
- 100% of fixed costs in case of an ordered 100% close-down

## Requirements:

- Expected loss of turnover accounting for more than 40% during the period 9 March to 9 June compared to that of last year
- Fixed costs of at least DKK 25,000 for the period 9 March to 9 June 2020
- Fixed costs may comprise rent, interest, leasing obligations, contractual obligations, etc.
- Do not apply to payroll expenses as they may be compensated for via the said wage and salary compensation

# Fixed-cost compensation



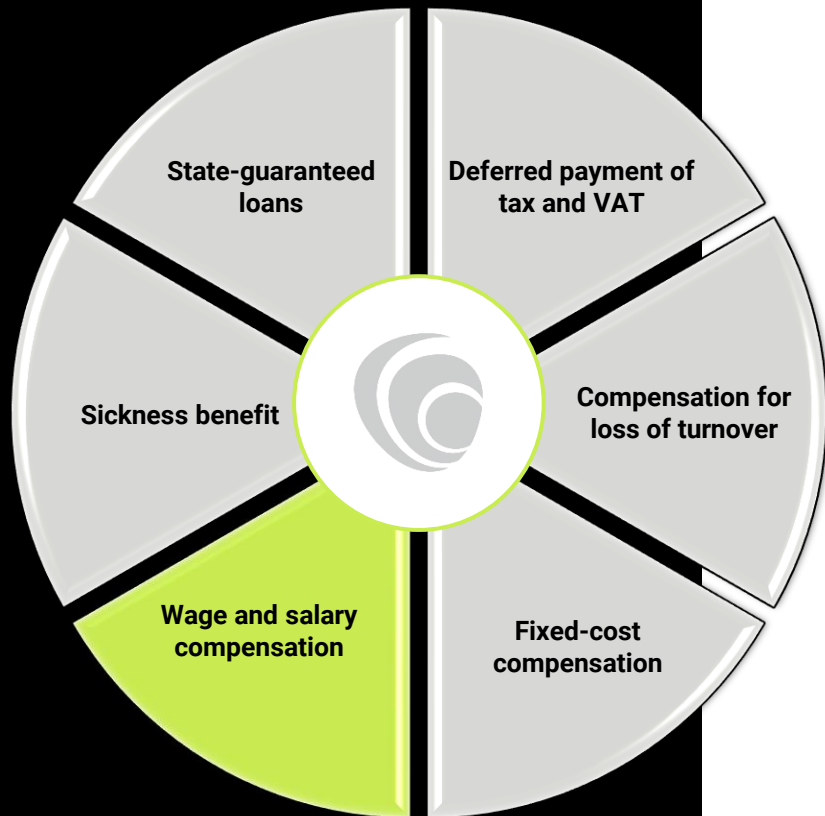
## Application:

- A solemn declaration
- A statement of the expected loss of turnover
- A statement of fixed costs for the past three months furnished with an auditor's report (80% refund of the auditor's fee)
- Applications may be filed as of 8 April. Please note that applications are not subject to the "first come, first served" principle

## Subsequent actions:

- Subsequent adjustment to the actual loss of turnover, including any claims for repayment, if relevant
- Random tests and control with respect to subsequent VAT returns

# Wage and salary compensation



## Compensation

- 75% of the monthly salary – yet no more than DKK 30,000 a month
- 90% of the hourly pay – yet no more than DKK 30,000 a month
- Covers the period 9 March to 9 June 2020
- May also be used in connection with a temporary decline in salary or wage
- For further compensation, please submit a new application
- Possibility of calling back an employee to the workplace although he is subject to wage or salary compensation

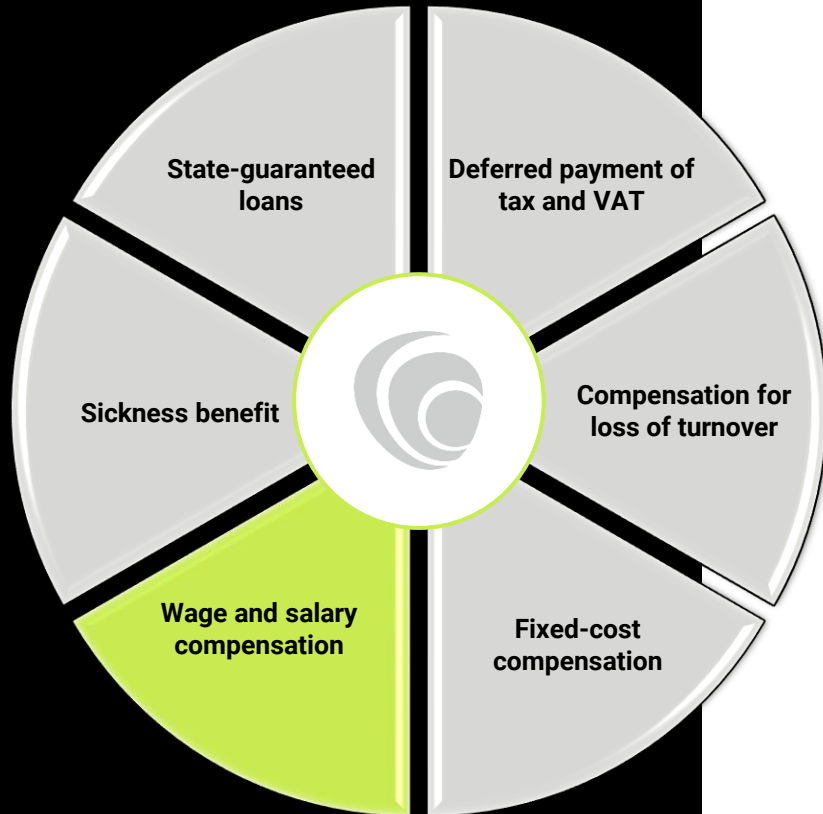
# Wage and salary compensation

## Requirements:

- At least 30% or more than 50 employees must have been sent home
- Full salary or wage to be paid to the employees while being at home
- Employees affected are not allowed to work during the period in question. However, the employer may call back employees to work at one day's notice
- No employees may be laid off during the compensation period
- 5 holidays must be held or time-off taken in lieu of overtime by employees who have been sent home. In case of a decline in salary or wage, the employee, however, is not required to contribute 5 holidays
- Employees must have been hired before 9 March 2020
- The business owner is not covered by the package

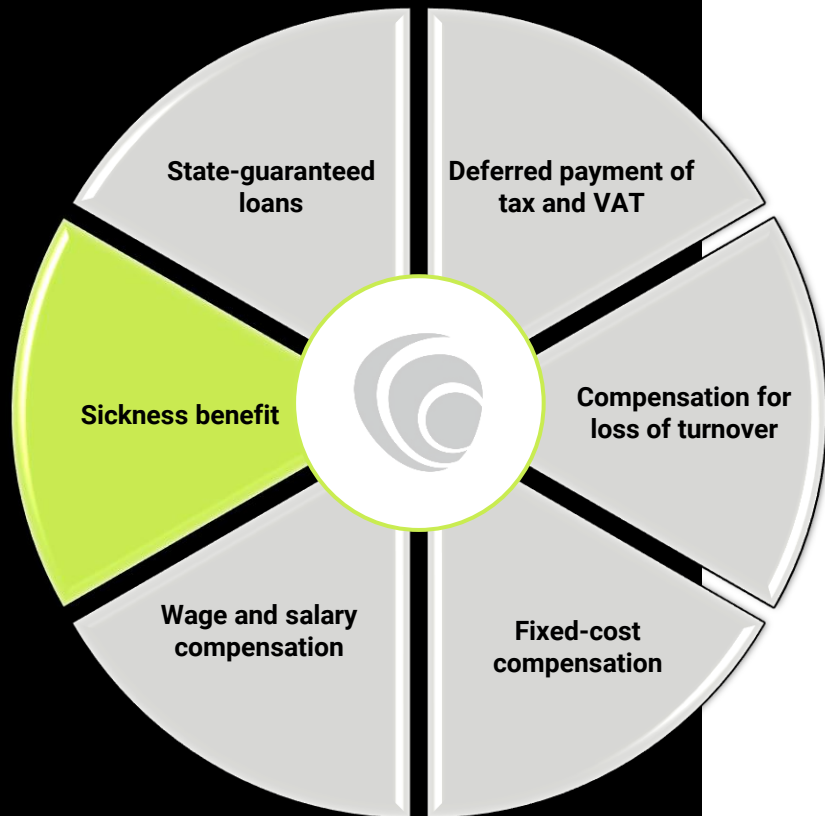
## Application:

- Will be registered with a civil registration number
- Documentation for having sent employees home
- Subsequent requirement of an auditor's report





# Sickness benefit



## Refund of sickness benefit:

- Absence due to illness or quarantine in connection with the Covid-19 pandemic as of day 1
- Covers the period 27 February 2020 to 1 January 2021
- Covers also self-employed people

## Long-term illness:

- Those having been ill for more than 22 weeks during the past nine months are entitled to extended sickness benefit covering the period 9 March to 9 June 2020

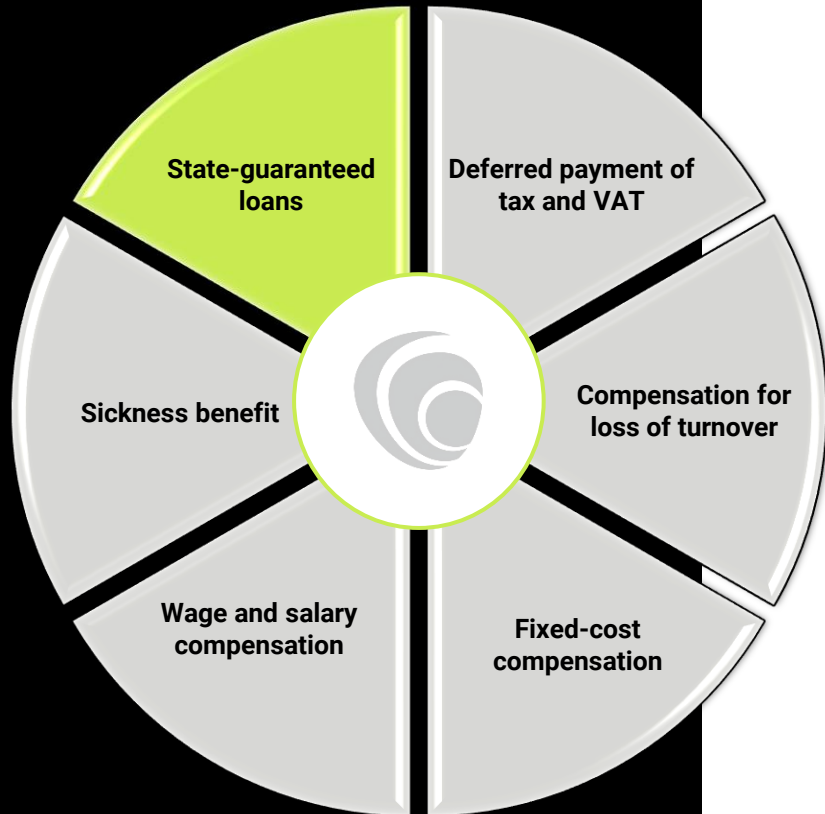
## Application:

- Must be submitted no later than five weeks as of day 1 of falling ill

# State-guaranteed loans

## State-guaranteed loans:

- State guarantee of 70% of new loans in connection with a loss of turnover or expected loss of turnover accounting for more than 30%





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