VAT
WAREHOUSE (DDA)

CONCEPT

A VAT Warehouse is a national tax regime designed to **provide fiscal and financial advantages** to companies engaged in commercial operations.

It consists of an **authorised tax warehouse** where both Union and non-Union goods can be stored without the need to account for VAT until the goods are released for free circulation or consumption.

KEY FEATURES AND ADVANTAGES

- Improved cash flow through deferred VAT accounting (self-assessment).
- Unlimited storage period, with no time restrictions.
- Possibility of selling goods under this regime, providing greater flexibility in negotiations with clients.
- Partial withdrawals of goods according to business needs.
- Usual handling operations permitted: picking, labelling, packaging for sale, etc.
- Applicable to import, export, intra-EU and domestic trade operations.

PRACTICAL EXAMPLE

An example, in the case of exports, would be related to successive or chain transactions, obtaining the benefit of opacity:

Company A (based in Spain) sells goods to Company B (also based in Spain). Company B then sells the same goods to Company C, located in China.

By using the **Vat Warehouse** regime:

- The first transaction (A to B) is VAT-exempt under Article 24 of the Spanish VAT Act (LIVA), with a document issued between both parties keeping the final consignee confidential.
- The second transaction (B to C) generates another document, applying the export VAT exemption under Article 21 of the VAT Act.

Thus, two independent documents are created — one enabling Company A to justify the VAT exemption on its invoice, and another allowing Company B to justify its own, while preserving client confidentiality.

There are many more examples of how this fiscal mechanism can benefit companies in different business models.

At **Kaleido,** we specialise in obtaining and managing DDA authorisations.
You can contact us not only to make use of our VAT Warehouses but also to receive advisory support to obtain your own authorisation for use at your premises.

VAT WAREHOUSE
LOGISTICS LOCATIONS