

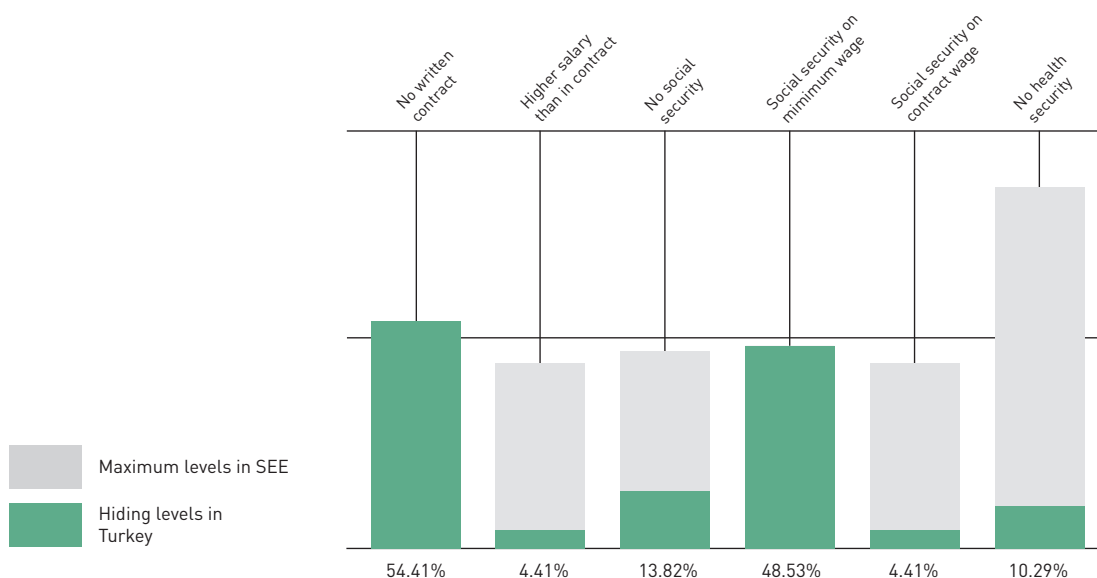
HIDDEN ECONOMY FACT SHEET: TURKEY

Data as of: June 2016.

SOURCE: SELDI, HIDDEN ECONOMY AND GOOD GOVERNANCE IN SOUTHEAST EUROPE: REGIONAL ASSESSMENT REPORT 2016.

KEY HIDDEN ECONOMY INDICATORS

Hidden economy is driven by high personal income tax and high social security rates. The relatively high minimum wage compared to the official average net income is a serious barrier to the legalisation of hidden employment.



WAGE PREMIUM IN THE FORMAL ECONOMY OVER THE HIDDEN ECONOMY

Hiding contracts, social and health security payments and income tax does not benefit workers. Those employed in the formal economy earn up to 18.8% more than those in the hidden economy.

