

**1.** The Greek proposal submitted to the European Stability Mechanism [ESM] relates to the **financing of the country's borrowing needs** from 07/01/2015 to 30/06/2018, i.e. for three years. It also includes the **regulation of the debt** as well as a **frontloaded growth package of 35 billion**.

**2.** The **primary surplus targets** in the proposal of the Greek government [1%, 2% and 3% of GDP] will be reviewed, as the situation has changed.

**3.** The VAT on basic foods and hotels is at 13%. The VAT discount on islands will remain until the end of 2016, except for the most remote and touristic ones. The abolition of the discount for the most remote islands will take place at the end of 2016 and once a mechanism is in place which will compensate the permanent residents. The VAT rates will be reviewed at the end of 2016.

**4.** The solidarity grant (EKAS) will be issued until January 2020, by which time a new framework of social welfare will be in place.

**5.** Suspension of the zero deficit clause until October 2015, when new legislation will come to pass.

**6.** Phase out the preferential tax treatment for farmers with a stable scaling down of the oil subsidy which will be absorbed by the fall in international prices.

**7.** Raise the corporate tax rate from 26% to 28%.

**8.** A new proposal for a comprehensive plan to combat tax evasion:

- \*\* identification of undeclared deposits by checking bank transactions in Greece or abroad,

- \*\* introduction of a voluntary disclosure program with appropriate sanctions, incentives and verification procedures, consistent with international best practice,

- \*\* request from EU member states to provide data on asset ownership and acquisition by Greek citizens

**9.** Establish a wealth registry.

**10.** The new law on the collective bargaining will ready by the last quarter of 2015.

**11.** In the **product markets**, the government:

- \*\* will maintain the current regime concerning Non Prescription Drugs, bread, milk, Sundays.

- \*\* will reduce bureaucracy by creating a «one stop shop» for businesses.

**12.** A rate reduction from 6.5% to 6 % percent for pharmaceuticals, books, and theater tickets.

- 13.** Improvement of Criminal Law on Tax Evasion and Fraud
- 14.** Increase tax on the shipping industry and abolition of privileges for ship owners.
- 15.** Extend and apply luxury tax on recreational vessels as well.
- 16.** Immediate implementation of tax on television advertisements;
- 17.** Introduction, in collaboration with the OECD, of new reforms in order to break up the cartels in wholesale trade, construction, e-commerce and media.