

European Commission Determines Canadian Information for Automatic Exchange Is Equivalent to DAC7

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The European Commission determined that the information to be automatically exchanged within the framework of the [Multilateral Competent Authority Agreement on automatic exchange of information on income derived through digital platforms](#) (DPI-MCAA), signed by the competent authorities of Canada and 17 EU Member States, is equivalent to the information required under the reporting rules set out in [Amending Directive to the 2011 Directive on Administrative Cooperation \(2021/514\) \(DAC7\)](#).

The European Commission assessed the relevant Canadian domestic provisions (for prior coverage, see [Canada Enacts Digital Platform Operator Reporting Rules, Amends Electronic Tax Filing and Payment Rules Under Budget Implementation Bill \(30 June 2023\)](#)) and those of the DPI-MCAA, based on the criteria established in the [Implementing Regulation \(EU\) 2023/823 of 13 April 2023](#) laying down detailed rules for implementing certain provisions of Council Directive 2011/16/EU as regards the assessment and determination of equivalence of information in an agreement between the competent authorities of a Member State and a non-Union jurisdiction (for details, see [European Commission Adopts DAC7 Implementing Regulation for Exchange of Information with Third Countries \(14 April 2023\)](#)).

Even though, to date, the DPI-MCAA has been signed by the competent authorities of only 17 Member States - Belgium, Bulgaria, Croatia, Cyprus, Estonia, Finland, Ireland, Latvia, Luxembourg, Malta, Netherlands, Poland, Portugal, Slovakia, Slovenia, Spain and Sweden - this determination of equivalence applies to the same agreement between the competent authorities of any other Member State and Canada.

The Commission Implementing Regulation was published in the Official Journal of the European Union on 5 February 2024 and will enter into force 20 days after its publication.

This determination of equivalence follows that already granted to other non-EU jurisdictions such as [Finland](#), [United Kingdom](#), and [New Zealand](#).

