

A sole proprietor (FIE) working from home

When doing business, assets for personal consumption must be separated from assets used in business. Assets are often only partially related to business. Depending on the asset, it can be divided into part interests according to the purpose of use, and the size of the part used in business can be found.

To find/determine the part used in business of each individual asset, you must:

- ✓ distinguish all assets and goods used exclusively in business;
- ✓ distinguish assets and goods that the sole proprietor uses for personal purposes in addition to business (the proportions of business and private use must be determined);
- ✓ determine the proportions of those assets and goods that, in addition to business use, are used for personal purposes by the sole proprietor and their family members (the proportions of business and private use must be determined). The cost of the part of the assets used for personal purposes and/or by family members of the sole proprietor cannot be deducted from income as business expenses of the sole proprietor.

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