

# verFides group

## CYPRUS TAX TABLES 2018

### Corporation Tax

Flat rate on income 12.5%

### Defence Contribution on certain income sources\*

Rental Income 3% \*\*

Interest not accruing from ordinary business activities 30%

Foreign dividends where:

- >50% derives from passive income; and
  - The tax paid by the foreign company is less than 6.25%.
- 17%

\*Defence Tax does not apply to non-doms resident in Cyprus

\*\*On gross income as reduced by 25%

### Annual Real Estate Tax

This was abolished from 1st January 2017

### Property Transfer Tax

Rate on transfer, based on market value estimated by Land Registry 3% - 8% \*  
\*If VAT was paid on purchase price, no transfer taxes are payable  
\*If no VAT was paid, property transfer tax/fees reduced by 50%

Gains on Cyprus Real Estate 20% \*

\*Properties purchased from middle of 2015 until end of 2016 are exempted from capital gains tax

### Value Added Tax

Standard rate 19%  
Reduced rate 9%  
Super reduced rate 5%

### Capital Duty on Issue of Shares

Capital duty on nominal value of authorised share capital €105 + 0.6% of nominal value  
Allotment fee on issue of shares € 20

### Stamp Duty

Levied on many legal documents, normally at a fixed rate.

Commercial contracts are chargeable at the following rates:

Value up to €5,000 0%  
Value up to €170,000 0.15%  
Over €170,000 0.2%  
Max duty payable € 20,000

### Withholding Rates (Non-Treaty)

Dividends 0%  
Interest 0%

Royalties 5% -10% \*

\*Exempt under EU Savings Directive and many treaties.