



HALIOS CAPITAL offers its international clients a holistic range of fully integrated tax services that are tailor-made for their individual needs. Our approach provides sustainable solutions on corporate and private client services, for both local and international tax matters. Our firm is dedicated to assist our clients to catch up with fast-changing business matters, mitigate tax exposure and therefore preserve and extend their wealth.

Services provided by our firm:

CORPORATE TAX SERVICES

- Corporate Tax Advisory
- Local and International Tax Structuring
- Direct and Indirect Tax Compliance
- Payroll Services
- Tax Investigations matters
- Request for Advance Tax Rulings

PERSONAL TAX SERVICES

- Wealth Management Services for High-Net-Worth Individuals
- Business Structure
- Personal Tax Compliance

Key provisions and advantages of the Cyprus Tax System

Cyprus offers an attractive and transparent legal and regulatory tax regime, which is fully compliant with EU, OECD and international laws and regulations. Cyprus also provides access to an extensive network of more than 60 Double Tax Treaties and maintains a corporate tax rate of 12.5%, one of the lowest in the EU.

Tax incentives for companies:

- Dividend income exemption for companies, subject to certain conditions
- Exemption of gains on disposal of securities (e.g. shares, bonds, debentures)
- Attractive Intellectual Property (IP) tax regime
- Tonnage tax option for shipping companies
- No withholding taxes on dividends, interest and royalties for non-resident companies
- Exemption of profits earned from a permanent establishment abroad, subject to certain conditions
- Exemption of capital gains arising from the disposal of property outside Cyprus
- No immovable property tax
- National Interest Deduction on the issue of new equity, under certain conditions
- No taxes upon the liquidation of a company
- Group loss relief as well as 5 years losses carry forward relief

Effective tax planning plays a significant role in creating a robust, financial plan for corporations as well as for private individuals

Cyprus in International Tax Structuring

Cyprus is a long established international business center with a competitive and attractive tax regime for foreign investors and for multinational enterprises.

HALIOS CAPITAL's priority is to understand current financial affairs and future plans of the clients, to identify tax strategies and business structures, whilst maintaining competitiveness in today's constantly changing business environment.

The main uses of a Cyprus Company in International Tax Structuring include:

- **Trading company**
- **Holding company**
- **Financing company**
- **Intellectual Property (IP) company**
- **Real Estate company**
- **Non-Resident Cyprus company**

Main benefits to be offered by HALIOS CAPITAL for Corporate Structures:

- **Efficient tax planning to achieve business and commercial benefits**
- **Minimisation of global tax burden**
- **Tax efficient distribution of profits**
- **Tax efficient locations for holding, financing and operating entities of the Groups**
- **Cross-border tax efficient solutions**

Personal income tax

Cyprus offers several personal tax incentives that aim to attract multinational corporations to relocate its key personnel to Cyprus. The tax incentives also appeal to High-Net-Worth Individuals who wish to relocate to Cyprus.

TAXABLE INCOME	TAX RATE	ACCUMULATED TAX
€	%	€
First 19,500	NIL	NIL
From 19,501 - to 28,000	20	1,700
From 28,001 - to 36,300	25	3,775
From 36,301 - to 60,000	30	10,885
Over 60,000	35	

Tax Incentives for Foreigners & High-Net-Worth-Individuals relocating to Cyprus:

- **50% income tax exemption for employment income over €100,000 annually (applicable for 10 years)**
- **No tax on dividend and interest income for non-Cyprus domiciled individuals**
- **No tax on gains arising from the disposal of investments**
- **NIL/reduced withholding tax on income received from abroad**
- **No tax on retirement gratuity and special tax regime on foreign pension income**
- **No estate duty, wealth tax, gift tax or inheritance tax in Cyprus**
- **No Capital Gains Tax on disposal of non-Cypriot real estate**
- **Low social insurance contributions**

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