



# BulgariCo

Tax Smarts Environment





# Bulgaria

- Member Country of the European Union
- National currency fixed to Euro
- Double tax agreements with all significant world economies
- Stable and well-regulated bank system
- Modern and well-developed tax framework
- International Financial Reporting Standards apply
- Bulgaria is not on the OECD's black list



# The 10% Story

- **10% Corporate Profit Tax**

10% withholding tax on interest, royalties, technical and management services fees, capital gains from financial assets

5% withholding tax on dividends, capital gains and liquidation quotas payable to shareholders and owners.

- **10% Personal Income Tax**

Maximum 31.7% compulsory social security contributions on a capped income basis of EUR 1000

10% one-off tax on interest, royalties, management services fees, capital gains and certain other income payable to foreign individuals.



# Other Tax

- **20% Value Added Tax**

  - 7% for certain tourist service

  - Zero VAT rate on intraunion transactions ( as per EU directive 2006/112/EC )

- **Other Taxes, Duties and Fees**

  - Local taxes and charges on real estate properties, vehicles, donations, inheritance, etc.

  - Excise duties on energy, fuels, certain transport vehicles, alcohol and tobacco

  - Customs duties on imports of goods from outside the EU

  - Environmental charges on certain products



# Facts and Figures

- Bulgaria and Cyprus are the only EU members with corporate tax of 10% or lower
- Macedonia and Serbia are yet to become members of the EU
- Bulgaria has more double taxation avoidance agreements than Cyprus
- Bulgaria is less costly location for maintaining a structure than Cyprus
- No requirement for a Bulgarian citizen to be part of the management structure
- Bulgarian 10% corporate tax counts under most agreements as final corporate income tax if proper structuring is put in place



# BulgariCo

- The largest company registration agent in Bulgaria
- Active since 2004
- Established connections in more than 30 countries
- Member of the Bulgarian Chamber of Commerce
- Part of Amphora Capital



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