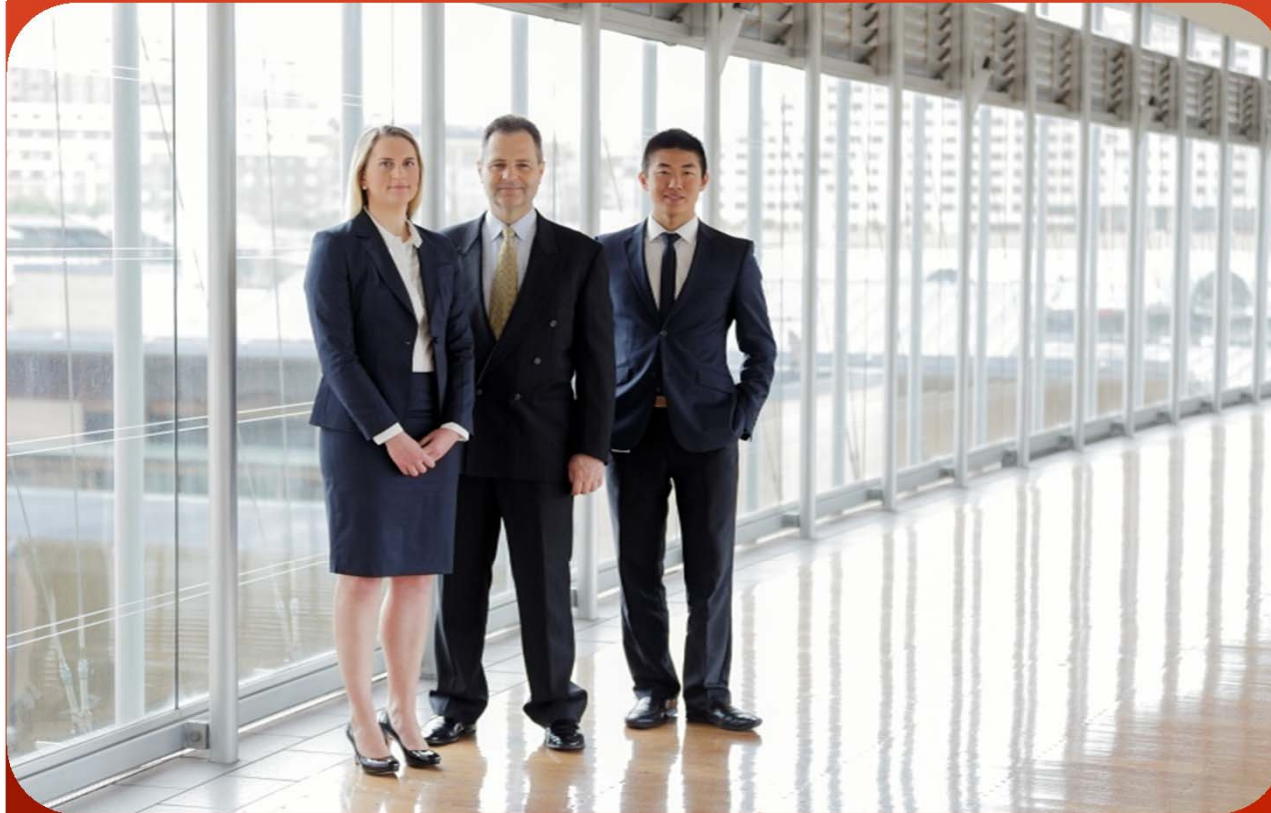


Tax incentives, legal regime and opportunities in real estate

*Theo Parperis,
Head Tax & Legal Services, PwC Cyprus*

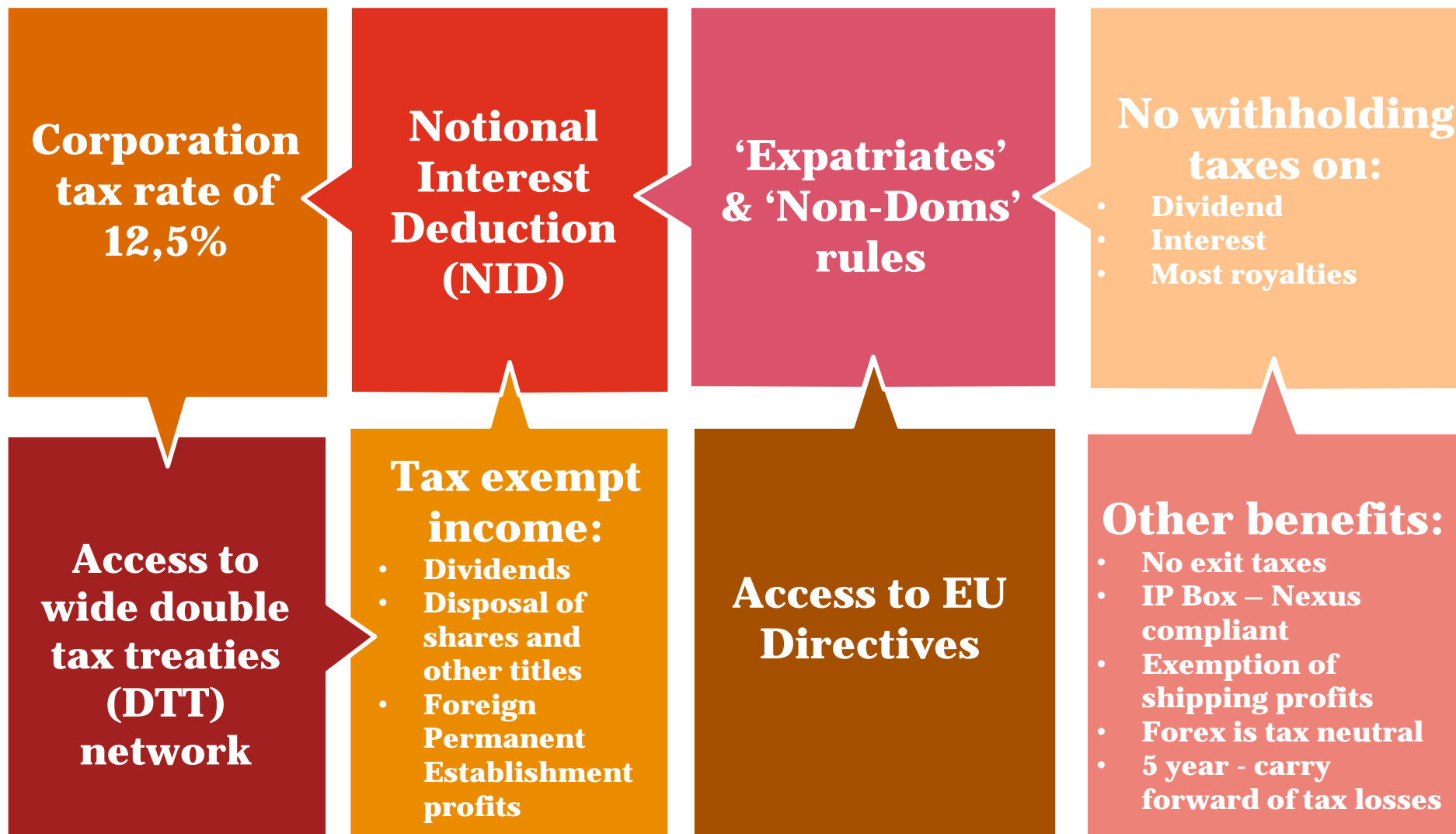


*Strictly Private
and Confidential*

June 2017

Cyprus tax and legal system

Attractive tax incentives and friendly Anglo-Saxon legal system



The Cyprus Notional Interest Deduction (NID)

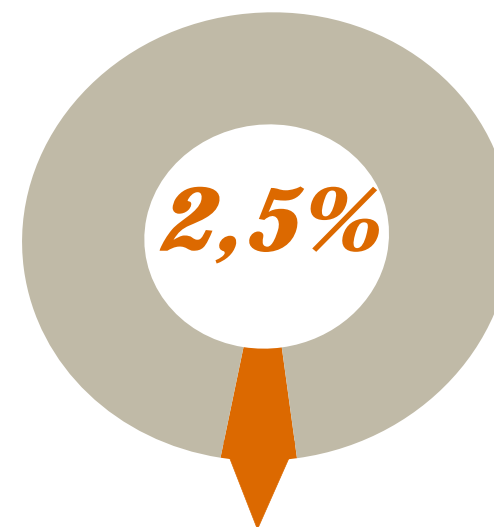
New equity
x
NID interest
rate
=
NID
Deduction

Scope

NID applies to Cyprus tax resident companies and Cyprus Permanent Establishments of non-resident companies.



NID can be up to 80% of taxable profit



Up to 2,5% effective tax rate

The Cyprus 'Non-Dom' tax resident individuals



	Dividends		Interest		Rent		Salaries
	SDC	IT	SDC	IT	SDC	IT	IT
Cyprus tax resident not domiciled	Exempt	Exempt	Exempt	Exempt	Exempt	Taxable	Taxable (1)

(1) 50% exemption from income tax for the remuneration from any employment exercised in Cyprus by an individual who was not a tax resident of Cyprus before the commencement of employment provided that the annual remuneration exceeds **€100.000**. This exemption applies for a period of **10 years**.

Cyprus Citizenship Economic Criteria and conditions

**Required
Investment**

**€2M –
€2.5M**

- *Parents of main applicant can obtain the Cyprus Citizenship with an additional investment of €500k*
- *The investment can be redeemed after 3 years*
- *Full clarity on economic criteria/Robust Programme*

Terms and Conditions

Clean Criminal Record

Residential property in Cyprus of minimum €500.000 excl. VAT. The residence must be kept for life

All adult applicants, must hold a Permanent Resident Permit prior to Naturalisation

Foreign Direct Investment

Main sectors of FDI are:

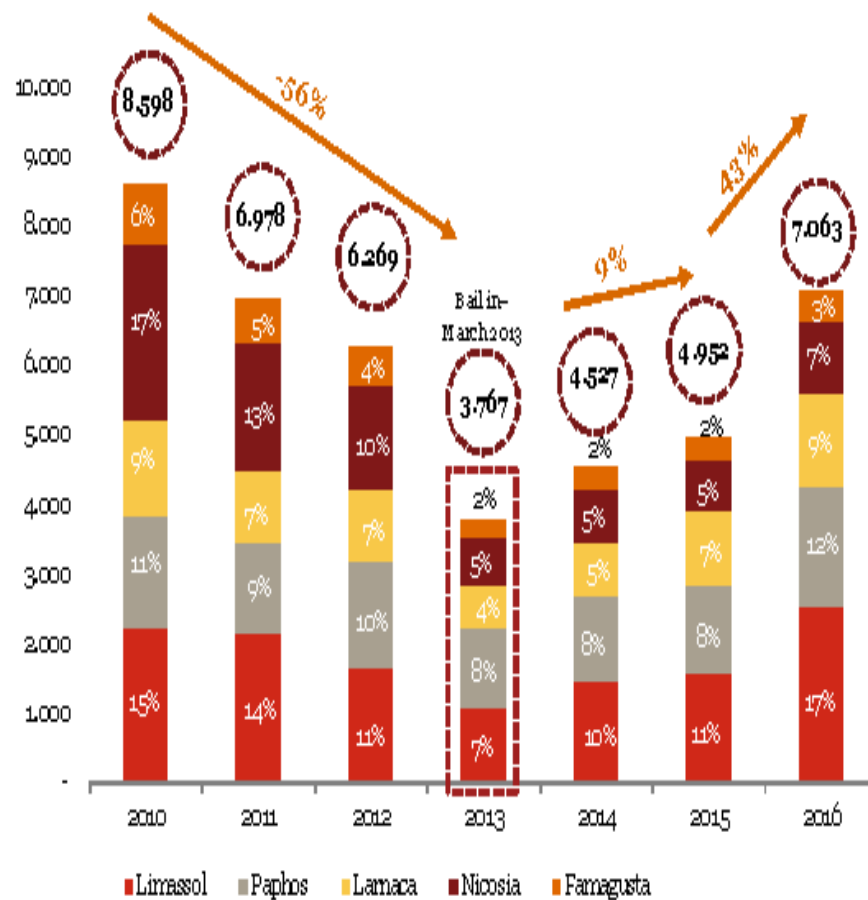


*Source: Central Bank of Cyprus

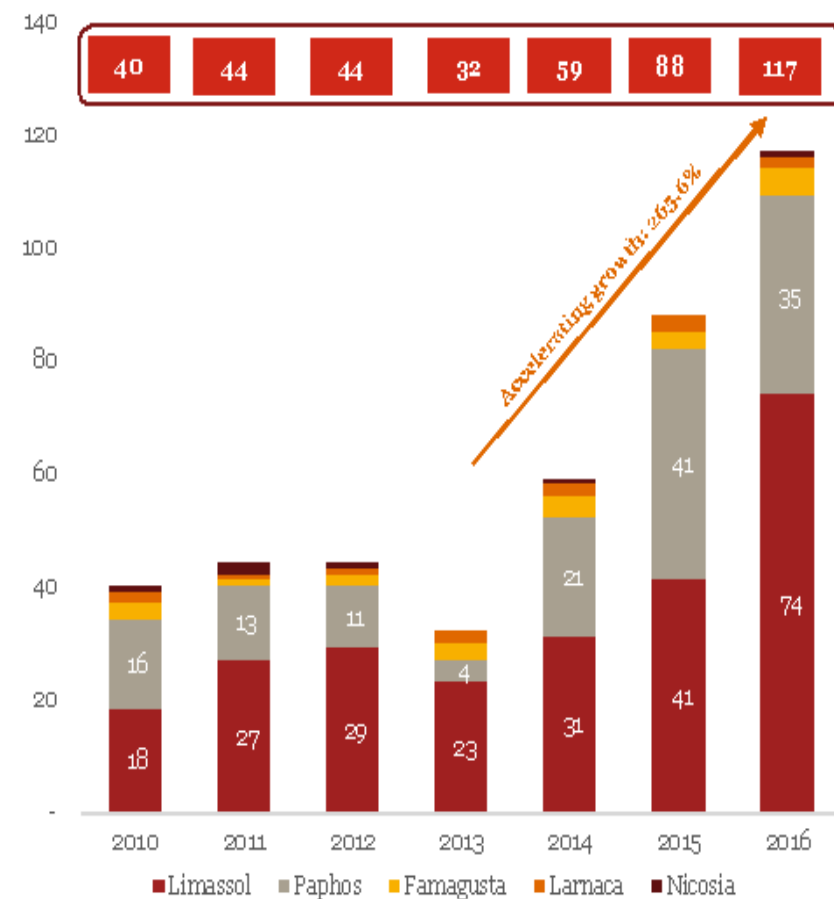
Cyprus real estate market

Recovery is mainly driven by Foreign Direct Investment

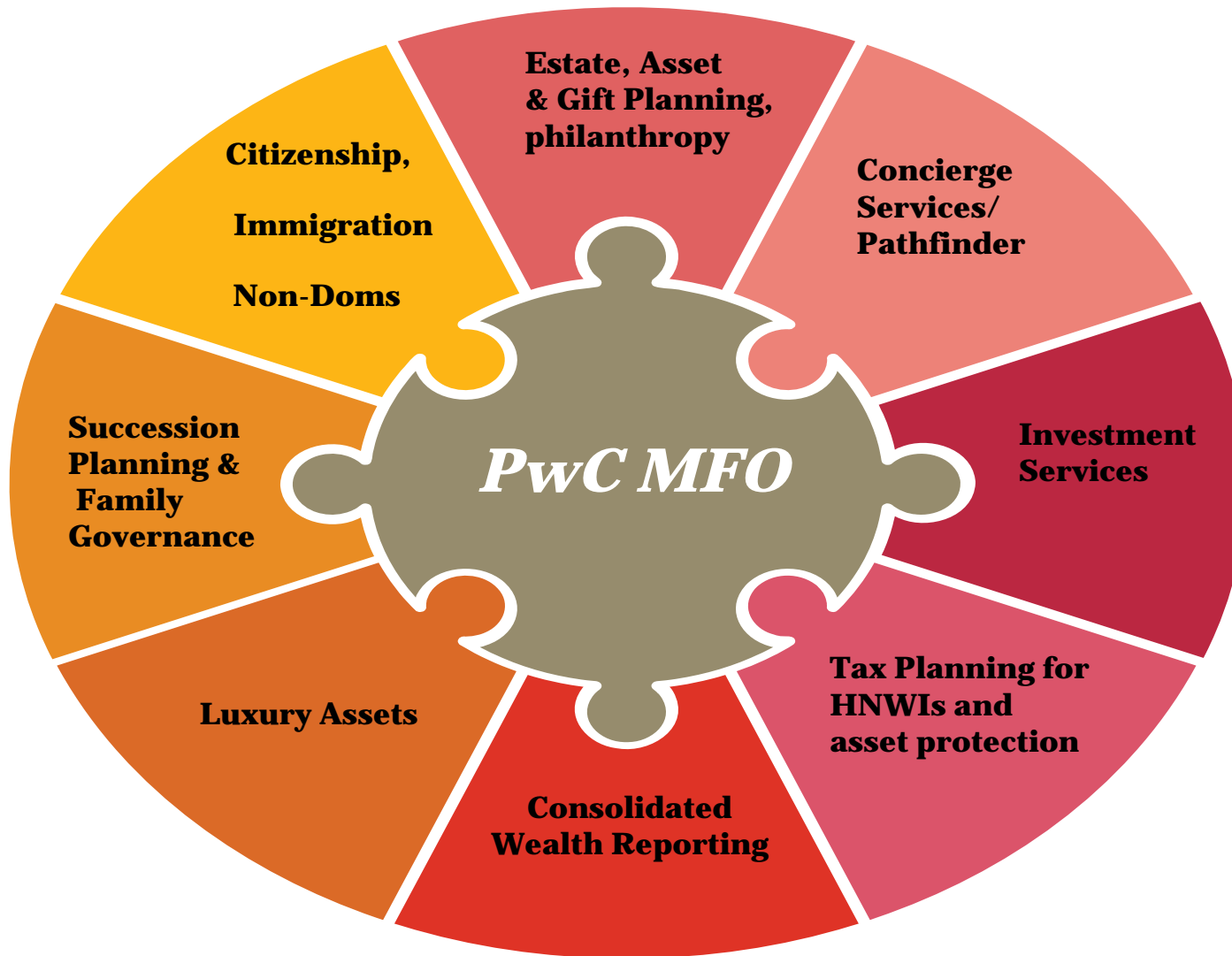
No of contracts of sales filed at the DLS per district (2010 - 2016)
Volume of Transactions 2010 - 2016



High-end Residential Property segment (>€1,5mln)
Volume of transactions over €1,5 million



The PwC Multi-Family Office



Key benefits of the offering:

- ✓ Cross border
- ✓ Complete
- ✓ Cost efficient
- ✓ Proactive
- ✓ Customised

Let us worry about it!



Thank you!

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