



CYPRUS
TAX FACTS & FIGURES
2020



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This pamphlet has been prepared in order to explain the system of taxation in Cyprus. The information included is based on current law applicable from January 2020.

The pamphlet does not contain complete information with regard to the tax system in Cyprus. Rather, it provides a general layout of the system's structure and, for further information interested individuals should obtain professional tax advice prior to acting.

Should any advice or further information be desired, the reader may contact any of the professionals indicated on the final page of this booklet.

Expertise is gained over years, to assist our clients to resolve their needs as well as to achieve their goals.

 **Cyprus Limited**
Chartered Accountants
January 2020

Cyprus Tax Residency Rules

Tax resident company

A company is considered as tax resident if the management and control is exercised in Cyprus.

From an international perspective the below conditions should be considered to determine whether a company qualifies as a tax resident of Cyprus:

- All strategic (also day-to-day) management decisions are taken in Cyprus.
- The meetings of the Board of Directors take place in Cyprus.
- Contracts, agreements and other relevant documents relating to the management, control and administrative functions are held in Cyprus.
- The majority of the directors of the company are preferably tax resident in Cyprus and they exercise their office from Cyprus.
- An actual administrative office is maintained in Cyprus.
- Commercial documentation (agreements, invoices, etc.) are stored in the office of the company.
- Accounting records are prepared and kept in Cyprus.

Cypriot tax resident individual

An individual is considered as resident if he/she stays in the country for a period or periods exceeding 183 days in aggregate during a tax year.

As of 1 January 2017, an individual who does not remain in any other state for one or more periods which altogether exceed 183 days in the same tax year and who is not tax resident in any other state for the same tax year, may also be considered as tax resident of Cyprus for income tax purposes, provided that the following conditions are cumulatively met:

- he/she remains in Cyprus for at least 60 days during the tax year.
- he/she pursues any business in Cyprus and/or he/ she works in Cyprus and/or he/she is a director in a company tax resident in Cyprus at any time during the tax year.
- he/she maintains a permanent residence in Cyprus (owned or rented by him).

Domiciled in Cyprus

An individual is considered as domiciled if he/ she has a domicile of origin in Cyprus as this is defined in the Wills and Succession Law (WSL) (i.e. domicile of the father at the time of birth), except in specified cases. The following individuals are not considered to be domiciled in Cyprus:

- An individual who has obtained and maintained a domicile of choice outside Cyprus in accordance with the Wills and Succession Law, provided that such an individual has not been a tax resident of Cyprus for a period of 20 consecutive years preceding the tax year in which he becomes tax resident of Cyprus; or
- An individual who has not been a tax resident of Cyprus for a period of 20 consecutive years prior to July 2015 (when the relevant changes in the law were introduced).

Notwithstanding the above, an individual, who has been a tax resident of Cyprus for at least 17 years out of the 20 years prior to the tax year, will be considered to be “domiciled in Cyprus”.

Taxation of Companies

A Cypriot tax resident company is taxed on its income accrued or derived from all chargeable sources in Cyprus and abroad.

A non-resident company is taxed on income accrued or derived from business activities carried out through a permanent establishment and on income arising from sources in Cyprus.

The term “permanent establishment” describes a fixed place of business through which the business of an enterprise is wholly or partly carried on.

Corporate tax rate

The corporation tax rate for all companies is 12,5%.

In the case of insurance companies, where the corporation tax payable on taxable profit of the life insurance business is less than 1,5% of the gross premium, the difference is paid as additional corporation tax.

Exemptions available

- Passive interest (i.e. not connected to ordinary business)
- Dividends
- Profits of a permanent establishment abroad
- Foreign exchange gains (realized and unrealized), unless they result from trading in currencies and/or currency derivatives
- Profits from the sale of securities (titles)

The term “titles” includes:

- ordinary shares, founder shares, preference shares and options on shares
- debentures and bonds
- short positions on titles, futures/forwards on titles and swaps on titles
- depositary receipts on titles (such as ADRs and GDRs)
- index participations only if they result in titles and repurchase agreements or Repos on titles
- participations in companies (provided that themselves are subject to taxation on their profits)
- units in open-end or closed-end collective investment schemes (which are incorporated, registered and operating according to the provisions of a specific and relevant legislation of the country in which they were founded).

Deductions

In general, expenses incurred wholly and exclusively in the course of the business, for the production of taxable income and supported by documentary evidence, are tax deductible. Such expenses include the following:

- Expenditure on patents, patent rights or intellectual property rights
- Expenditure incurred for research and development including research and development incurred by small and medium sized “innovative businesses”
- Expenses on entertainment for business purposes (lower of 1% of the gross income of the business and €17.086)
- Donations or contributions made for educational, cultural or other charitable purposes (with receipt)
- Employer’s contributions to social insurance and approved provident funds on employees’ salaries

Deductibility of Interest

Interest expense incurred for the direct or indirect acquisition of 100% of the share capital of a subsidiary company will be treated as deductible for income tax purposes provided that the 100% subsidiary company does not own (directly or indirectly) any assets that are not used in the business. If the subsidiary owns (directly or indirectly) assets not used in the business, then the interest expense deduction is restricted to the amount which relates to assets used in the business. This applies for acquisitions of subsidiaries as from 1 January 2012.

Notional interest deduction (“NID”)

Corporate entities (including permanent establishments of foreign companies) are entitled to NID on new equity. The NID equals to the multiple of the reference interest rate and the new equity held and used by a company in the carrying on of its business activities.

“Reference interest rate” means the yield of the 10 year government bond of the country in which the new equity is invested, increased by 3%. The reference interest rate cannot be lower than the yield of the 10 year government bond of the Republic of Cyprus, increased by 3%. The bond yield is the one applicable as at 31 December of the year preceding the relevant tax year.

“New equity” means any equity introduced in the business on or after 1 January 2015 in the form of issued share capital and share premium (provided it is fully paid). New equity does not include amounts that have been capitalized as equity and which have resulted from revaluation of movable or immovable property.

The NID is considered as interest expense and is subject to the same limitation rules as normal interest expense.

The NID granted on new equity cannot exceed 80% of the taxable profit (before allowing for NID) generated from the investment of such equity funds. In the event of losses, the NID will not be available. Effectively, this means that the NID cannot create or increase a tax loss.

Taxpayers can elect not to claim the NID or claim part of it for each tax year.

Interest Limitation Rules

The income tax legislation implements the provisions of the EU anti-tax avoidance directives, as of 1st January 2019.

Application

The interest limitation applies to:

- Companies which are tax residents of Cyprus.
- Permanent establishments ("PEs") of companies which are tax resident in another EU member state or a third country.
- Each company separately, unless it relates to companies/PEs belonging to a Cypriot Group.
- A Cypriot Group is defined the same way as for group loss relief purposes plus PEs in Cyprus belonging to non-resident companies (i.e. a minimum shareholding of 75% is required).

The limitation does not apply to:

- Standalone companies, for example:
 - a company not forming part of a group for accounting purposes;
 - does not have an associated business (meaning participation of at least 25% in the share capital or participating at least 25% in the profits);
 - does not maintain a permanent establishment.
- Financial institutions.
- To companies with exceeding borrowing cost below €3.000.000.

Maximum deduction

The maximum amount which can be claimed is the higher of:

- the actual amount of the exceeding borrowing costs if below €3 million;
- 30% of the taxable income before exceeding borrowing costs, taxes, depreciation and amortisation of assets ("EBITDA").

"Taxable EBITDA" is defined as the total of net taxable income (calculated as per the Cypriot income tax laws) increased by the exceeding borrowing costs, the depreciation and amortization of fixed assets and intangibles and the notional deduction of 80% on the gross profit as a result of the Intellectual Property ("IP") Box regime. Losses brought forward are not taken into consideration nor group loss relief.

Borrowing costs

"Exceeding borrowing costs" is defined as the excess of borrowing costs over interest income and other economically equivalent taxable revenues.

The definition of “*borrowing costs*” is based on the provisions of the ATAD, i.e., interest expense on all forms of debt, other costs economically equivalent to interest, as well as expenses incurred in relation with the raising of finance.

There is no distinction on the deductibility based on who is the lender/creditor and the rule applies to both interest under intra-group and third-party loans alike.

The following are not included in exceeding borrowing costs:

- Notional Interest Deduction (“NID”)
- Financial costs resulting purely by applying International Accounting Standards when not relating to finance leases
- Interest costs not tax deductible under section 11 of the income tax laws
- Interest income exempt from taxation as provided in the income tax laws
- If interest income exceeds interest expense, then there is no restriction

For Cypriot groups, the exceeding borrowing costs mean total tax-deductible interest costs less total taxable interest income of the members of the Cypriot Group.

The interest limitation is apportioned between the members of the Cypriot Group on the basis of their exceeding borrowing costs.

Exclusions

The law contains a grandfathering clause according to which interest on loans that were concluded before 17 June 2016, is excluded from the borrowing cost definition, but the grandfathering will not apply to any subsequent modifications of such loans.

The law also excludes interest on loans used to fund long term public infrastructure projects where the operator, borrowing costs, assets and income are all located in the EU.

Carry forward of excess borrowing costs / unused interest capacity

The law allows the possibility for the taxpayer to carry forward exceeding borrowing costs for a tax year for the next 5 years.

As a result, if a taxpayer’s exceeding borrowing costs during a given financial year are below 30% of its taxable EBITDA, it may still deduct, in addition to the exceeding borrowing costs of the current financial year, those exceeding borrowing costs that were not deductible in previous financial years (within the limits of the 30% EBITDA limit of the same year).

Furthermore, the law allows for a five-year carry forward of unused interest capacity, i.e., the amount by which 30% of taxable EBITDA exceeds the amount of exceeding borrowing costs. The unused interest capacity does not take into account the limit of €3 million.

Annual wear and tear allowances on tangible fixed assets

The following allowances which are given as a percentage on the cost of acquisition of fixed assets are deducted from the chargeable income:

	Percentage %
Plant and Machinery	
Plant and Machinery -acquired in the years 2012, 2013, 2014, 2015 and 2016	20
-otherwise	10
Furniture and fittings	10
Buildings	
Commercial and other buildings (maximum 33 years)	3
Hotel, industrial and agricultural buildings -acquired in the years 2012, 2013, 2014, 2015 and 2016	7
-otherwise (maximum 25 years)	4
Computer Hardware and Software	
Computer hardware and operating software	20
Application software: -if not exceeding €1.710	100
-if exceeding €1.710	33,3
Vehicles and Means of Transport	
Motor vehicles other than saloon cars	20
Tractors, trenchers, excavators, bulldozers, transcatvators, self-propelled shovels and loaders, drums, oil tanks	25
New airplanes	8
New helicopters	8
Boats	
Sailing vessels	4,5
Steamers, tugs and fishing boats	6
Ship motor launches	12,5
New cargo vessels	8
New passenger vessels	6
Photovoltaic Systems	10
Wind Power Generators	10
Tools in general	33,3

Increased capital allowances

- For all plant and machinery acquired during the tax years 2012-2018 (inclusive), a deduction for wear and tear at 20% per annum will be allowed (increased from 10% per annum). Assets which are already eligible for a higher wear and tear allowance are excluded.
- For industrial and hotel buildings and for agricultural and livestock production buildings acquired during the tax years 2012-2018 (inclusive), a deduction for wear and tear at 7% per annum will be allowed (increased from 4% per annum).

Intellectual property (“IP”) rights

NEW RULES

As from 1 July 2016 new rules apply for taxpayers wishing to obtain benefit under the so called “IP Box Regime”. The rules and conditions, which are applicable for assets which are developed after 1 July 2016, are summarized below.

Qualifying intangible assets

“Qualifying intangible asset” means an asset which was acquired, developed or exploited by a person in furtherance of his business, (excluding intellectual property associated with marketing) and which is the result of research and development activities and includes intangible assets for which only economic ownership exists.

These assets are:

- patents as defined in the Patents Law
- computer software
- other IP assets which are legally protected and they fall under one of the following:
 - > utility models, intellectual property assets which provide protection to plants and genetic material, orphan drug designations and extensions of protections for patents;
 - > non-obvious, useful, and novel, where the person which utilizes them in furtherance of a business does not generate annual gross revenues exceeding €7.500.000 (in case of a group of companies not exceeding €50.000.000), which are certified as such by an Appropriate Authority in Cyprus or abroad.

Business names (including brands), trademarks, image rights and other intellectual property rights used to market products and services are not considered as qualifying intangible assets.

Qualifying expenditure

“Qualifying expenditure” for qualifying intangible asset is the sum of total research and development costs incurred in any tax year, wholly and exclusively for the development, improvement or creation of qualifying intangible assets and which costs are directly related to the qualifying intangible assets.

Qualifying expenditure includes, but is not limited to, the following:

- wages and salaries
- direct costs
- general expenses relating to installations used for research and development.
- expenses for supplies related to research and development activities
- costs associated with research and development that has been outsourced to non-related person

But do not include:

- cost for the acquisition of intangible assets
- interest paid or payable
- costs relating to the acquisition or construction of immovable property
- amounts paid or payable directly or indirectly to a related person to conduct research and development activities, regardless of whether these amounts relate to cost sharing agreement
- costs which cannot be proved directly connected to a specific eligible intangible asset

An up-lift expenditure will be added to the above costs, which means the lower of:

- 30% of the eligible costs, or
- the total amount of the cost of acquisition and outsourcing to related parties for research and development in relation to the eligible intangible asset.

Qualifying income

“Qualifying income” means the proportion of the overall income corresponding to the fraction of the qualifying expenditure plus the uplift expenditure over the total expenditure incurred for the qualifying intangible asset.

Income includes, but is not limited to the following:

- royalties or other amounts in connection with the use of qualifying intangible asset
- any amount for a license for the operation of qualifying intangible asset
- any amount received from insurance or as compensation in relation to the qualifying intangible asset
- capital gains and other income from the sale of qualifying intangible asset
- embedded income of qualifying intangible asset arising from the sale of products or by using procedures that are directly related to this item

Overall Profit

“Overall profit” arising from the qualifying intangible asset means the gross income accrued within the tax year, less the direct costs for generating such income.

Direct costs include:

- all direct and indirect costs incurred in earning the income from the qualifying intangible asset
- the amortization of the cost of the intangible
- notional interest on equity contributed to finance the development of the qualifying intangible asset

Calculation of taxable profit

80% of the overall profit derived from the qualifying intangible asset is treated as deductible expense. Every year the taxpayer may elect not to claim the whole or part of this allowance. In the case of a resulting loss, only 20% of the loss can be surrendered to other group companies or be carried forward to subsequent years.

Accounting Records

Any person who claims benefit under the above regime is obliged to maintain proper books of account and records of income and expenses for each intangible asset.

Assets which do not qualify for the transitional provisions for the IP Box regime

The cost of acquiring an intangible asset which does not qualify for the transitional provisions and which asset is used in furtherance of the business of the person, can be amortized over the period of the useful life of the asset in accordance with accepted accounting principles with the maximum period being 20 years. In the case of sale of this intangible then a balancing statement must be prepared, the same way that such statement is calculated for fixed assets. Goodwill does not qualify for amortization.

TRANSITIONAL ARRANGEMENTS FOR IP BOX REGIME FOR ASSETS ACQUIRED BY 31 DECEMBER 2015

The existing IP Box regime (which was introduced in Cyprus in 2012) covers intangible assets which are defined in the Patents Law, the Trade Marks Law and the Intellectual Property Rights Law. Effectively, it provides for an exemption from taxation of 80% of the gross income from the use of the intangible, ie after deducting from the total revenues all direct costs (including interest and the amortization of the cost of the intangible over 5 years).

In the case of a resulting loss, only 20% of the loss can be surrendered to other group companies or be carried forward to subsequent years.

There are transitional provisions for persons who have entered the existing IP Box regime, which enables them to continue claiming the benefit until 30 June 2021 with respect to intangible assets which:

- were acquired before 2 January, 2016; or
- were acquired directly or indirectly from a related person during the period from 2 January 2016 until 30 June 2016 and which assets at the time of their acquisition were benefiting under the IP Box regime or under a similar scheme for intangible assets in another state; or
- were acquired from an unrelated person or developed during the period from 2 January 2016 until 30 June 2016.

Tax Losses

Set-off losses against profits of the same year

The amount of any loss which, if a gain or profit would be subject to tax, is set off against the income of that person from other sources for the same year of assessment. The loss is computed in the same way as computing the profit.

No carry back of losses is allowed

Under the provisions of the Law the carry back of losses is not allowed.

Carry forward of losses

Where the amount of a loss, which, if a gain or profit would be subject to tax cannot be wholly set off against the person's income from other sources for that year of assessment, the amount of such loss, to the extent to which it is not set off, is carried forward and is set off against the income of such person for the next five subsequent years.

Losses of a business carried on outside Cyprus

Losses incurred by any person from any business carried on outside the Republic, whether through a permanent establishment or not, is allowed as a deduction from such person's income from other sources for the same year. To the extent that it cannot be wholly set off in this way, the remaining amount of such loss is carried forward and set off against such person's income for subsequent years.

Surrendering of losses

Losses may be surrendered by a company resident in Cyprus (the "surrendering company") to another company resident in Cyprus (the "claimant company").

Definition of a group

Two companies are deemed to be members of a group if:

- one is at least 75% subsidiary of the other; or
- both, each one separately, are at least 75% subsidiaries of a third company.

Set-off of group

Group companies may be a mixture of resident or non-resident companies, provided the non-resident company owns at least 75% of the resident company.

As from 1 January 2015, the group loss relief provisions are extended to cases where a subsidiary company which is tax resident in another EU member state, can surrender its taxable losses to another group member company tax resident in Cyprus, provided the subsidiary has exhausted all the means of surrendering or carrying forward the losses in its member state of residence, or to any intermediary holding company.

Reorganizations

Transfers of assets and liabilities between companies can, subject to conditions, be effected without tax consequences within the framework of a reorganization and tax losses can be carried forward by the receiving entity.

Types of reorganizations:

- Merger
- Division
- Partial division
- Transfer of assets
- Exchange of shares
- Transfer of registered office of a European company ("SE") or a European cooperative company ("SCE").

Anti-avoidance provisions for reorganizations

A reorganization would only be eligible to qualify as tax-free, where the Commissioner is satisfied that such a reorganization has real commercial or financial purpose.

The Tax Commissioner may not exempt from tax, any profits arising from a reorganization, where, in his judgment, the main purpose or one of the main purposes of such a reorganization is the reduction, avoidance or deferment of payment of taxes or the direct or indirect transfer of any assets owned by a business without the payment or reduction or delay of payment of the taxes due.

The Commissioner may request supporting evidence, if, in his judgment, he considers necessary, to establish the purpose of the reorganization. In any case though, the Commissioner's decision not to grant the relevant tax exemptions due to reorganization should be fully justified. Such a decision can in anyway be objected in accordance with the relevant provisions of the Assessment and Collection of Taxes Law.

Should the Commissioner decide to approve the tax exemptions available due to re-organization, he may still enforce conditions in relation to:

- the number of shares which will be issued as a result of the re-organization; and
- the period for which the issued shares must be held by the recipient, which cannot exceed 3 years

Any shares listed in an approved stock exchange and any shares transferred due to hereditary succession are exempt from the holding period limitation. In case the conditions set by the Commissioner are not satisfied, then the reorganization would not qualify under the tax-free reorganization provisions of the Law and any tax initially not due would be considered as payable. These anti-avoidance provisions apply as from 1 January 2016.

Transfer Pricing

Introduction

As from July 2017, loan transactions between related parties are subject to Transfer Pricing Guidelines in order to confirm whether these are market compliant. Therefore, all intra-group back to back financing arrangements are required to follow the arm's length principle under the transfer pricing framework.

The intra-group back to back financing arrangements apply where loans are granted by a financing company to related parties, and which are financed by financial means and instruments, such as private loans, cash advances, bank loans and debentures.

Arm's length principle for intra group financing transactions

The related party transactions should be priced similarly as it would have been accepted by independent entities in comparable circumstances, taking into account the economic nature of the transaction.

The Cypriot tax legislation allows adjusting the reported profits of a Cypriot tax resident company in case the transfer prices differ from prices that would have been agreed between independent entities.

Transfer Pricing Study ("TPS")

A TPS is defined as the document to be provided to the Cyprus Tax Authorities as a supporting document, evidencing that the transaction which took place, was based on the arm's length principle.

According to the legislation, a TPS should include the following:

Comparability analysis

An appropriate comparability analysis must be carried out in order to determine whether transactions between independent entities are comparable to transactions between related entities.

Functional analysis

The purpose of the functional analysis is to identify the economically significant activities, responsibilities and functions, the assets used or contributed and the risks assumed by the parties in the context of the transaction.

The functions that can be performed by companies conducting intra-group financing transaction relate to origination of the transaction and managing the transaction.

Simplification measures

A financing company which meets the substance requirements and is engaged in purely intermediary financing activities, borrowing from related entities and lending to related entities, will be deemed for the sake of simplification to comply with the arm's length principle if it receives in relation to its controlled transactions a minimum return of 2% after-tax on assets.

The simplification procedures can only be used by a group financing company, which meets the criteria for substance, such as an actual presence in Cyprus, which takes into account (i) the number of the members of the board of directors who are tax resident of Cyprus, (ii) the number of meetings of the board of directors taking place in Cyprus and (iii) the availability of qualified personnel to control the transactions performed.

In order to benefit from this simplification measure, entities should communicate to the Tax Department the use of the simplification procedure, by completing the relevant field in the tax return of the corresponding fiscal year.

A deviation from the minimum return of 2% is not allowed unless it is duly justified by an appropriate transfer pricing analysis.

Minimum requirements for transfer pricing analysis

The minimum requirements for transfer pricing analysis, include:

- a description of the computation of equity allocation required to assume risks,
- a description of the group and the inter-linkages between the functions performed by the entities,
- the precise scope of the transactions analysed,
- a complete list of the potentially comparable transactions searched,
- a rejection matrix for rejected potentially comparable transactions with justifications,
- the final list of comparable transactions selected,
- a general description of the market conditions,
- a list of all previous transfer pricing agreements concluded with other countries in relation to the transactions,
- a list of all previous agreements concluded and being still valid with the entity/ies under analysis,
- projected income statements for the years covered by the request.

The TPS should be prepared by a Transfer Pricing Expert and must be submitted to the Cypriot Tax Department by a person who has licence to act as auditor of a company in Cyprus, who is required to carry an assurance control of the transfer pricing analysis.

Exchange of information

The issuance of advance tax rulings or advanced pricing arrangements, as well as the use by a taxpayer of the simplification measures, will be subject to the exchange of information rules set under the Directive on Administrative Cooperation.

Controlled Foreign Corporations (“CFC”)

The income tax legislation is amended so that the provisions of the EU anti-tax avoidance directives, as of 1st January 2019 are applicable.

Definition

A CFC is defined as a company not tax resident in Cyprus or a permanent establishment (“PE”) outside Cyprus of a company tax resident in Cyprus, whose income is not taxable or exempt in Cyprus if the following two conditions are met:

- In the case of a non-Cypriot tax resident entity, the Cypriot tax resident company (“the Controlling Entity”), alone or together with its associated enterprises (companies with more than 25% participation), holds a direct or indirect participation of more than 50% in such entity. The threshold is determined in terms of participation in the share capital, voting rights or the entitlement to profits
- The company or PE is low-taxed, i.e., the income tax it pays is lower than 50% of the Cypriot corporate income tax that it would have paid by applying the provisions of the Cypriot income tax law.

Application of CFC rules

A Cypriot Controlling Entity is obliged to add to its taxable income the profits or losses of the CFC provided all the following conditions are satisfied:

- the CFC has undistributed profits to the extent that such profits would be taxable in Cyprus;
- the arrangements between the Controlling Entity and the CFC are not genuine arrangements and which have been put in place in order to take tax advantage;
- the Controlling Cypriot Entity or persons related to the Controlling Cypriot Entity company based in Cyprus exercise the functions of significant persons, which functions actually contribute to the generation of the income of the CFC.

This does not apply in the case of the CFC whose accounting profits:

- do not exceed €750.000 and the passive income does not exceed €75.000; or
- do not exceed 10% of its operating costs for the tax period.

Effectively the above limits the application of the CFC rules to entities that were not able to generate the income themselves, (considering the assets owned and the risks assumed), and in relation to which the significant people functions are carried out by the controlling Cypriot entity or persons in Cyprus.

CFC’s income to be included

- The income to be included is the income of the CFC not distributed to the Controlling Entity within the same tax year or within the 7 months following the year end.
- The income to be included in the tax base is calculated in accordance with IFRS or other accepted accounting standards.
- The income to be included in the tax base is calculated in proportion to the entitlement of the taxpayer to receive profits of the entity.
- The income is included in the tax year in which the tax year of the entity ends.

Avoidance of double taxation - credit for foreign tax paid

Where the CFC's profits are subject to the CFC rules and are included in the Controlling Entity's taxable income, any foreign tax paid on the CFC profits is given as a tax credit against the Cypriot tax on the basis of the provisions of sections 35 and 36 of the income tax laws.

Foreign tax includes (1) profits tax paid by the CFC, (2) withholding tax on income received by the CFC and (3) tax resulting from the CFC rules applied in another jurisdiction based on similar CFC rules like Cyprus.

The Cyprus Alternative Investment Funds ("AIFs") and Undertakings for Collective Investment in Transferable Securities ("UCITS")

Definition of AIFs

An Alternative Investment Fund ("AIF") is defined as a collective investment undertaking, raising external capital from a number of investors with a view to investing it in accordance with a defined investment policy for the benefit of those investors, and that has not been authorised as an Undertaking for Collective Investments in Transferable Securities ("UCITS").

Types of AIFs

The AIF Law allows for the creation of the following three types of AIFs in Cyprus:

- (a) AIFs with Limited Number of Persons (up to 50) ("AIF-LNPs")
- (b) AIFs with Unlimited Number of Persons ("AIF-UNPs")
- (c) Registered AIFs ("RAIFs")

AIFs can take the following legal forms and may be established with limited or unlimited duration:

AIF-LNPs:

- Variable Capital Investment Company ("VCIC")
- Fixed Capital Investment Company ("FCIC")
- Limited Partnership ("LP")

AIFs / RAIFs:

- Variable Capital Investment Company ("VCIC")
- Fixed Capital Investment Company ("FCIC")
- Common Fund ("CF")

Definition of UCITS

An Undertaking for Collective Investment in Transferable Securities ("UCITS") is defined as a collective investment undertaking whose sole aim is the collective investment in transferable securities and/or other liquid financial instruments, of capital raised from the public, and which operates on the principle of risk-spreading and whose units are, at the request of holders, repurchased or redeemed, directly or indirectly out of the UCITS' assets.

UCITS can take the following legal forms:

UCITS:

- Variable Capital Investment Company ("VCIC")
- Common Fund ("CF")

Key tax highlights

Taxation of carried interest / performance fee for AIF and UCITS fund managers

Certain employees and executives of investment fund management companies or internally managed investment funds may opt for a different mode of personal taxation.

Subject to conditions, their variable employment remuneration which is effectively connected to the carried interest of the fund managing entity may be subject to Cyprus tax at the flat rate of 8%, with a minimum tax liability of €10.000 per annum. This special mode of taxation is available for a period of 10 years in total, subject to the annual election of the individual.

No creation of a permanent establishment

No permanent establishment will be deemed to arise in Cyprus in cases of (a) investment into Cyprus tax-transparent investment funds by non-Cyprus tax resident investors, and (b) management from Cyprus of non-Cyprus investment funds.

Taxation of Individuals

Basis of taxation

Tax residents are taxed on all chargeable income accrued or derived from all sources in Cyprus and abroad, and include:

- Income from business
- Income from any office or employment
- Dividends and interest
- Rents and royalties
- Pensions and annuities

Non-tax residents are taxed on certain income accrued or derived from sources in Cyprus, such as:

- Income from any office or employment
- Pensions derived from past employment
- Rent from property
- The gross income derived by an individual from the exercise in Cyprus of any profession or vocation and the remuneration of public entertainers
- Directors' fees and similar remuneration in their capacity as directors of companies considered to be tax resident companies of Cyprus

Personal tax rates

The following income tax rates apply to all individuals:

Chargeable income for the tax year	Tax rate	Tax amount	Cumulative tax
€	%	€	€
First 19,500	Nil	Nil	Nil
From 19,501 - 28,000	20	1,700	1,700
From 28,001 - 36,300	25	2,075	3,775
From 36,301 - 60,000	30	7,110	10,885
Over 60,000	35		

Foreign pension income is taxed at the flat rate of 5% on amounts over €3,420. However, the taxpayer can elect, on an annual basis, to be taxed at the normal tax rates and bands set out above.

Cyprus source widow(er)'s pension is taxed at the flat rate of 20% on amounts over €19,500. However, the taxpayer can elect, on an annual basis, to be taxed at the normal tax rates and bands set out above.

Exemptions from employment income

50% exemption

50% exemption applies on remuneration exceeding €100,000 per annum from any office or employment exercised in Cyprus by an individual who was tax resident outside Cyprus prior to the commencement of employment.

This exemption applies for the first ten years of employment. The 50% exemption is not available to an individual whose employment commenced on or after 1 January 2015, if such an individual was:

- tax resident of Cyprus for a period of three out of five years preceding the year of employment; or
- tax resident of Cyprus in the year preceding the year of commencement of employment.

20% exemption

20% exemption applies on remuneration from any office or employment exercised in Cyprus by an individual who was resident outside Cyprus before the commencement of his employment. This exemption applies for a period of five years commencing from 1 January following the year of commencement of employment (provided the employment started during or after 2012).

In case the 50% exemption is claimed, the 20% exemption does not apply.

90 days rule

Remuneration from salaried services rendered outside Cyprus for more than 90 days in a tax year of assessment to a non-Cypriot tax resident employer or to a foreign permanent establishment of a Cypriot resident employer is exempt from income tax in Cyprus.

Other exemptions available

The following income is exempt from income tax:

- Profits on disposal of shares or securities (titles)
- Lump sum payments on retirement or commutation of pension or a gratuity on death
- Foreign exchange gains (realized and unrealized), unless they result from trading in currencies and/or currency derivatives

Dividends

Dividends received by a Cypriot tax resident individual are exempt from income tax (whether received from a company located in Cyprus or abroad) and instead are taxable under special contribution for defence.

Tax deductions

The following are deducted from taxable income:

- Subscriptions to trade unions or professional bodies
- Donations to approved charitable institutions and political parties (subject to certain restrictions), supported by receipts
- 20% deduction on rental income and 3% wear and tear allowance on the cost of the building (provided that the rented property is a building)
- Interest paid on a loan used to acquire the rented property
- Expenditure incurred by a person, who is an independent investor, to finance a small or medium sized “innovative business” (subject to conditions)
- Social insurance contributions
- General healthcare system (“GESY”) contributions
- Pension and provident fund contributions
- Life insurance premiums (allowed the lower between 7% of the capital sum insured and the actual amount of premium paid)

The maximum deduction allowed for contributions to social insurance, national health system medical fund, pension and provident fund, and life insurance premium is up to 1/5 of the total taxable income of the individual.

Benefits in kind

Benefits in kind paid by an employer to or on behalf of its employee, such as housing, travelling, school fees and food allowances, are taxable in the hands of the employees.

Benefit in kind is also assessed on the private use of cars belonging to the employer.

Loans or financial assistance from a company to an individual director, shareholder, or up to a second degree relative, are taxable as a monthly benefit in kind equal to 9% per annum on the amount of the loan or financial assistance, payable on a monthly basis by the company under the PAYE system.

Shipping Companies

The Cypriot Merchant Shipping Legislation (fully approved by the EU) provides for the exemption from taxation on income for qualifying ship owners, charterers and ship managers from the operation of qualifying ships from a tain requirements to qualify for the option to be taxed under the tonnage system. These include the requirement that a share of the fleet be comprised of EU flag ships, which share must not be reduced within a three-year period following the exercise of the option. The commercial and strategic management of the fleet be carried out from the EU/EEA.

Any ship owner opting for the tonnage tax system must remain in the system for ten years.

The exemption applies to:

- Profits derived from the use/chartering out of the ships
- Interest income relating to the working capital of the company
- Profits from the disposal of qualifying ships
- Dividends received from the above profits at all distribution levels
- Profit from the disposal of ship owning companies and the distribution of this profit

The exemption also applies to the bare boat charterer of a vessel flying the Cyprus flag under parallel registration.

Charterers

Any charterer, tax resident of Cyprus, who charters a ship under bareboat, demise, time or voyage charter is eligible for the tonnage tax system.

The law grants the exemption provided that the option to register for tonnage tax is exercised for all vessels, and provided a composition requirement is met: at least 25% (reduced to 10% under conditions) of the net tonnage of the vessels owned or bare boat chartered in.

A charterer opting for the tonnage tax system must remain in the system for ten years.

The exemption applies to:

- Profits derived from the operation of chartered in ships
- Interest income relating to the working capital of the company
- Dividends received from the above profits at all distribution levels

Ship managers

A ship manager, tax resident of Cyprus, who provides crew and/or technical management services is eligible for the tonnage tax system provided it satisfies certain criteria, which include:

- Maintain a fully-fledged office in Cyprus with personnel sufficient in number and qualification
- At least 51% of all onshore personnel must be community citizens
- At least 2/3 of the total tonnage under management must be managed within the community (any excess of 1/3 taxed under corporation tax)

A charterer opting for the tonnage tax system must remain in the system for ten years.

Ship managers pay only 25% of the tonnage tax calculated on the net tonnage of the ship.

The exemption applies to:

- Profits from technical and/or crew management
- Dividends paid out of these profits at all levels of distribution
- Interest income relating to the working capital of the company

Tonnage Tax Rates

Units of net tonnage	Rate per 100 units of the net tonnage	
	Ship owners / charterers	Ship managers
0 - 1.000	€36,50	€9,13
1.001 - 10.000	€31,03	€7,76
10.001 - 25.000	€20,08	€5,02
25.001 - 40.000	€12,78	€3,20
In excess of 40.000	€7,30	€1,83

Any residual tonnage of less than 100 units of net tonnage shall be charged proportionally.

Administration

Tonnage tax is payable on 31 of March each year and is calculated by reference to the net tonnage of the qualifying ships under one's ownership, charter or management.

Special Contribution for Defence

Special Contribution for Defence (“SDC”) is imposed on dividend income, “passive” interest income and rental income earned by companies which are tax resident in Cyprus and by individuals who are both tax resident and domiciled in Cyprus.

Such tax is charged at the rates shown in the table below and is imposed on the gross income received or credited.

Tax rates

	Individuals resident and domiciled %	Individuals resident and nondomiciled %	Legal entities resident in Cyprus %
Dividend income from Cyprus tax resident companies	17	Nil	Nil
Dividend income from non Cyprus tax resident companies	17	Nil	Nil
Interest income arising from the ordinary activities or closely related to the ordinary activities of the business	Nil	Nil	Nil
Other interest income (“pas- sive”)	30	Nil	30
Rental income received from Cyprus or abroad (reduced by 25%)	3	Nil	3

Dividends paid to a resident company are not subject to withholding tax (subject to the four-year rule).

Passive interest income is taxable under SDC at the rate of 30%. However, interest received by the Social Insurance Fund or a Provident Fund or interest received by a tax resident individual from Cyprus Governments sources (government savings bonds, development bonds and corporate bonds) is subject at the reduced rate of 3% (instead of 30%).

A Cypriot tax resident individual, whose annual income, including interest, does not exceed €12,000, has the right to a refund of the tax withheld on interest in excess of the amount corresponding to 3%.

Deemed dividend distribution

A Cypriot tax resident company is obliged to pay 17% SDC on a deemed distribution of 70% of the accounting profits after tax and before set-off of losses brought forward from previous years. The deemed distribution takes place two years after the end of the year to which the profits relate to and the amounts subject to the deemed distribution are reduced by any actual dividends paid during the two years.

For example, profits of the tax year 2018 are subject to the deemed distribution rules as at 31 December 2020.

Deemed distribution does not apply in respect of profits that are directly or indirectly attributable to shareholders that are not tax resident of Cyprus or to individuals who are tax residents but are not considered to be domiciled in Cyprus.

The profit arising from the partial or full write off of the credit facility or a loan granted by a lender, which was considered as a non-performing loan on or before 31 December 2015, is not taken into consideration in order to determine the accounting profits for deemed dividend distribution purposes.

Method and dates of payment of SDC

Dividends

SDC on dividends paid by a Cypriot tax resident company to individuals who are tax residents of Cyprus (who are also domiciled in Cyprus) is deducted at source by the dividend paying Cypriot tax resident company and must be paid to the Cypriot tax authorities by the end of the following month.

Dividends received by individuals who are tax resident of Cyprus (who are also domiciled in Cyprus) and from which SDC has not been deducted at source (for example, dividends received from a non-tax resident company) are subject to SDC, which must be paid on a self-declaration basis by the individual on a six monthly basis.

Passive Interest

SDC on interest paid by a Cypriot tax resident company or individual to a tax resident company or to an individual (who is also domiciled in Cyprus), is deducted at source by the interest paying Cypriot tax resident company or individual. The SDC deducted must be paid to the Cypriot tax authorities by the end of the following month.

Interest received by tax resident companies or individuals (who are also domiciled in Cyprus) and from which SDC has not been deducted at source (for example, interest received from a non-tax resident company) is subject to SDC, which must be paid on a self-declaration basis on a six monthly basis.

Rental Income

75% of the rental income received is subject to SDC at the rate of 3%.

For Cypriot source rental income earned by a landlord who is either a tax resident company or individual (who is also domiciled in Cyprus) and where the tenant is a Cypriot company, partnership, the state, or a local authority, SDC is withheld at source and is payable at the end of the month following the month in which it was withheld.

In all other cases, the SDC on rental income received from Cyprus or abroad by Cypriot tax resident companies or individuals (who are also domiciled in Cyprus) must be paid on a self-declaration basis on a six monthly basis.

Capital Gains Tax

Capital gains tax in Cyprus is imposed on gains from the disposal of property situated in Cyprus.

Disposal of shares listed on any recognized stock exchange are not subject to capital gains tax.

Definitions

Determination of profit

The tax is imposed on the net profit from the disposal of the immovable property. The net profit is calculated as the disposal proceeds, less the greater of the cost or market value on 1 January 1980 adjusted for inflation. Inflation is calculated using the official Retail Price Index.

Property means:

- Immovable property which is situated in Cyprus
- Shares of companies whose property also consists of immovable property situated in Cyprus
- Shares of companies which directly or indirectly participate in a company or companies which own immovable property situated in Cyprus and at least the 50% of the market value of these shares comes from the market value of the immovable property situated in Cyprus

Immovable property includes:

- Land
- Buildings and other erections, structures or fixtures affixed to the land or to any buildings
- Other erections or structures
- An undivided share in any property set out above
- Oilfields and pipelines

Chargeable disposals include:

- A transfer of ownership of the property at the District Lands Office by sale, gift or exchange
- A transfer of a registered lease over 15 years
- An agreement for the sale on the basis of an agreement for sale
- An abandonment of the use or enjoyment of any relevant right

Capital gains tax rate

Capital gains tax is imposed at the tax rate of 20%. No other capital gains are taxable in Cyprus.

The tax is payable within one month from the date of disposal of the property.

Exemptions

The following disposals of immovable property are not Subject to Capital Gains Tax (CGT):

Gifts

- A gift made from parent to child or between spouses or relatives within the third degree of kindred.
- A gift of property made by a limited company, where all the shareholders are members of the same family, to any of its shareholders when the property which is gifted was acquired by the company also as a gift. The property must remain in the hands of the donee for a period of at least three years.
- A gift of property made to the Republic or a gift of property made for educational, instructive or other charitable purposes to a local authority or to any charitable institution in Cyprus approved as such by the Council of Ministers.

Transfers

- A transfer arising by reason of death / inheritance. In case of a future disposal of the property, the cost to be taken into consideration is deemed to be the cost of acquisition of the property by the deceased / donor or its value on 1 January 1980, whichever date is subsequent.
- A transfer of immovable property between estranged spouses after the issue of a divorce court order which constitutes a settlement of property between them under the relevant laws. The donee / transferee may elect, in case the property was acquired by the deceased / donor before 14 July 1974 that the value of the property be deemed to be the value as at 14 July 1974. Thus, effectively, the payment of capital gains tax is deferred until the property is actually sold by the new owner.

Exchanges of shares and reorganizations

- An exchange or sale of property under the Agricultural Land (Consolidation) Laws.
- An exchange of property where the market values of the exchanged properties are the same.
- A transfer of property in the course of an approved company reorganization. In case of a future disposal of the property, the cost be taken into consideration is deemed to be the cost of acquisition of the property by the transferor or its value on 1 January 1980, whichever date is subsequent.
- A transfer of shares, under a company reorganization, representing the capital of the receiving or acquiring company to or by a shareholder of the transferring or acquired company in exchange for shares representing the capital of the latter company. In case of a future disposal of the property, the cost to be taken into consideration is deemed to be the cost of acquisition of the property by the transferor or its value on 1 January 1980, whichever date is subsequent.

Property acquired between 16 July 2015 and 31 December 2016

- Any immovable property (land or building) acquired during the period 16 July 2015 up to 31 December 2016 will be exempt from capital gains tax whenever its disposal takes place, provided that:
 - > The property consists of land, buildings, or land and buildings; and
 - > It is acquired from an independent third party; and
 - > It is not acquired through an exchange of property or through donation / gift.

Lifetime exemptions

The following can be deducted by individuals from the capital:	€
Sale of own residence (subject to certain conditions)	85.430
Sale of agriculture land by a farmer	25.629
Other sales	17.086

The combination of the above exemptions cannot exceed €85.430 per individual.

Value Added Tax (“VAT”)

VAT is a tax on consumer expenditure, which has been adopted by all the EU member states, as well as a number of countries outside EU.

VAT is based on a number of EU Directives which, subject to certain exceptions, have been incorporated into the Cypriot VAT legislation.

Taxable persons charge VAT on their taxable supplies (output tax) and are charged with VAT on goods or services which they receive (input tax).

If total output tax in a VAT period exceeds total input tax, a payment has to be made to the state. If input tax exceeds output tax, the excess input tax is carried forward as a credit and set off against future output VAT.

Where VAT is charged

VAT is charged on:

- The supply of goods and services made in Cyprus for a consideration, by a taxable person in the course or furtherance of business
- The import of goods to Cyprus, irrespective of whether they are imported for business purposes or not, and whether the importer is a taxable person or not
- The intra-community acquisition of goods into Cyprus (usually by a taxable person)
- On certain services received from abroad by a taxable person

There are special rules for trade with businesses located in other EU member states.

VAT rates

The legislation provides for the following tax rates:

- Zero rate (0%)
- Reduced rate of five per cent (5%)
- Reduced rate of nine per cent (9%)
- Standard rate of nineteen per cent (19%)

Taxable person

Under the provisions of the VAT legislation, a taxable person is a person who:

- carries on a business, and
- is either registered or is required to be registered for VAT purposes.

A taxable person could be a company, a partnership, a sole trader, a joint venture, a club, a charity etc.

Taxable supplies

Supplies for VAT purposes can be:

Taxable supplies: A taxable supply is any supply of goods or services made within Cyprus, other than an exempt supply or a supply outside the scope of Cypriot VAT. Taxable supplies may be taxed at the reduced rate of 5% or 9% or at the standard rate of 19%.

Zero-rated supply: This is a taxable supply but at zero rate (0%). Zero-rated supplies are exports and a number of other products and services.

Exempt supplies: These are supplies which are specifically exempted from VAT.

Examples include the following exempt supplies:

- Most banking, financial and insurance services
- Most hospital, medical and dental care services
- Certain cultural educational and sports activities
- Postal services provided by the national postal authority
- Lottery tickets and betting coupons for football and horse racing
- Management services provided to mutual funds
- The letting of immovable property (the letting of immovable property with the right of purchase is not exempt)
- Supplies of real estate (except supply of buildings before their first use) including supplies of land and of second-hand buildings

Persons who make only exempt supplies with EU parties cannot register for VAT purposes, however they should register if they receive services from abroad, which are subject to the reverse charge rules in Cyprus.

Transactions which are outside the scope of VAT:

Certain transactions are not considered supplies of goods nor supplies of services and, are therefore outside the scope of VAT.

Difference between zero rate and exempt supplies

The difference between zero rate and exempt supplies is that businesses that make exempt supplies are not entitled to recover the VAT charged on their purchases, expenses or imports.

Input VAT

Input VAT is the VAT paid by a taxable person on goods and services supplied to him or imported by him.

Input VAT is recoverable provided the following conditions are met:

- The claimant must be a taxable person when the VAT was incurred
- The supply must have been made to the claimant
- The supply must be supported by the required evidence
- The claimant must use the goods or services for the purpose of carrying out his business

Input VAT is normally deductible to the extent it is incurred in making:

- Taxable supplies (including standard, reduced and zero rated supplies) within Cyprus
- Supplies in the course of business which take place outside Cyprus, but would have been taxable in Cyprus, if they had been made in Cyprus

Irrecoverable input VAT

As an exemption to the general rule, input VAT cannot be recovered in the following circumstances:

- Acquisitions used for making exempt supplies
- Purchase, import or hire of saloon cars
- Entertainment expenses for customers (those relating to employees and directors are allowed)

VAT Registration

Registration for VAT purposes can be either Compulsory Registration or Voluntary Registration.

A person is obliged to register if:

- At the end of any month the value of taxable supplies for the last 12 months exceeds €15.600.
- At any time, when there are reasonable grounds to believe that the value of taxable supplies in the next 30 days from that point in time will exceed €15.600.
- At any time, it makes supplies of services to a taxable person in another EU member state which are taxable where that person is established.

A person may decide to register even though his taxable turnover falls below the registration limit, so he can recover the input tax he pays on purchases. However, that person must take into account the cost of compliance of being a VAT registered person.

VAT on immovable property

Imposition of the standard VAT rate of 19%

- The supply of new buildings (including the land in which they are erected) before their first use is subject to VAT at the standard VAT rate of 19%. Buildings include both commercial or industrial buildings and dwellings.
- As from 2 January 2018, the transfer of the ownership of undeveloped land, which is intended for the construction of one or more fixed structures and is carried out in furtherance of the business, is subject to VAT at the standard VAT rate of 19%. No VAT will be imposed on the purchase or sale of land located in a livestock zone or areas which are not intended for development such as zones/areas of environmental protection, archaeological and agricultural.
- As from 2 January 2018 the lease or rental of immovable property to a taxable person for furtherance of the business, unless the building is used as a dwelling. The lessor may opt for the exemption from VAT of the lease or rental of immovable property. The option is irrevocable.

Imposition of the reduced VAT rate of 5% for the acquisition and/ or construction of a dwelling for use as the primary and permanent place of residence

The reduced VAT rate of 5% applies to contracts concluded after 1 October 2011 relating to the acquisition and/or construction of dwellings by qualified persons for use as their primary and permanent residence for the next 10 years.

As from 8 June 2012, eligible persons include residents of non EU Member States, provided that the residence will be used as their primary and permanent place of residence in the Republic.

Certain conditions must be met for the submission of the relevant application to the Tax Commissioner.

Imposition of the reduced VAT rate of 5% on the renovation and repair of private dwellings

The renovation and repair of old private residences (for which a period of at least three years has elapsed from the date of their first use) is subject to VAT at the reduced VAT of 5%, excluding the value of materials which constitute more than 50% of the value of the services.

In addition the renovation and repair of old private dwellings (for which a period of at least three years has elapsed from the date of their first use) and which are used as the place of residence of vulnerable groups, or residences that are used as the place of residence and which are located in remote areas are subject to VAT at the reduced VAT rate of 5%.

Reverse charge on civil engineering and related services

A business person who provides services or services with goods relating to civil engineering, construction, conversion, demolition or maintenance of a building, in furtherance of his business, does not charge VAT.

In such a case, the recipient of the above services is required to account for VAT on the value of the transaction by applying the reverse charge method.

Reverse charge on loan restructuring arrangements

As from 2 January 2018, the VAT reverse charge mechanism will apply when a property is transferred from the borrower in the course of a loan restructuring process as well as under a compulsory transfer procedure to the lender.

VAT declaration-payment / refund of VAT

VAT returns must be submitted quarterly and the payment of the VAT must be made by the 10th day of the second month that follows the month in which the tax period ends.

VAT registered persons have the right to request for a different filing period, which needs to be approved by the Tax Commissioner. The Tax Commissioner also has the right to request from a taxable person to file his VAT returns for a different period.

Where in a quarter, input tax is higher than output tax, the difference is refunded or is transferred to the next VAT quarters.

Taxpayers who make a claim for VAT refund will be entitled to repayment of the principal amounts together with interest in the event that the repayment is delayed for a period exceeding four months from the date of the submission of the claim.

The grace period for the Tax Department to repay the refundable amounts is extended by four months (i.e. eight months in total) in the event that the Commissioner of Taxation is carrying out an investigation in relation to the submitted claim.

Registration thresholds and penalties

Thresholds and penalties	Amount
	€
Registration threshold (taxable supplies in Cyprus)	15.600
Registration threshold for distance sales (sale of goods to persons not subject to VAT registration in Cyprus, by suppliers resident in another EU Member State)	35.000
Registration threshold for acquisition of goods in Cyprus, by suppliers resident in another EU Member State	10.252
Registration threshold for intra-community supply of services	No threshold
Registration threshold for receipt of services from abroad for which the recipient must account for VAT under the reverse charge provisions	15.600
Penalty for late submission of VAT return	51 for each return
Penalty for omission to keep books and records for a period of 6 years	341
Penalty for late submission of VIES return	50 for each return
Penalty for late submission of corrective VIES return	15 for each return
Omission to submit the VIES return constitutes a criminal offence with a maximum penalty of	850
Penalty for late registration with the VAT authorities	85 per month of delay

Transfer Fees by the Department of Land and Surveys

Land registration fees are imposed by the Land and Surveys Department on the transfer and registration of immovable property, which is defined in the Immovable Property (Tenure, Registration and Valuation) Law as follows:

- Land
- Buildings and other erections, structures or fixtures affixed to the land or to any building or other erections or structures
- An undivided share in any property

Rates of fees

The fees charged by the Department of Land and Surveys of the acquirer for transfers of immovable property are as follows:

Market Value	Rate	Fee	Cumulative Fee
€	%	€	€
0 - 85.000	3	2.550	2.550
85.001 - 170.000	5	4.250	6.800
Over 170.000	8		

Land transfer fees are not payable on transfers of immovable property from a company to another company under an approved reorganization scheme.

Land transfer fees are not payable if VAT is applicable upon purchasing the immovable property.

The above transfer fees are reduced by 50% in case the purchase of immovable property is not subject to VAT.

The transfer fees in the case of free transfers of property, are calculated on the value of the property as follows:

- From parents to children - Nil
- Between spouses - 0,1%
- Between third degree relatives - 0,1%
- To trustees - €50

Stamp Duty

Basic rules for instruments liable to duty

Every instrument (i.e. agreement / contract) is subject to Cypriot stamp duty if:

- it relates to any property situated in Cyprus, or
- it relates to any matter or thing which is performed or done in Cyprus.

The above obligation arises irrespective of whether the instrument is executed in Cyprus or abroad. It may be relevant to note that in case a document is executed outside of Cyprus and chargeable with duty, such document shall not be treated as executed or brought into force within Cyprus until it has been duly stamped with the proper duty.

When several instruments are executed for the completion of a simple transaction (whether executed at the same time or at different times) only the principal instrument shall be chargeable with the stamp duty and each of the other instruments shall be chargeable with a stamp duty of €2.

Instruments subject to stamp duty at a fixed fee

Nature of documents	€
> All documents embodying any agreement which do not stipulate a fixed amount	35
> Bill of Lading	4
> Transfer of shares without consideration	8
> Letters of credit	2
> Letters of guarantee	4
> Surrender of lease without consideration	4

Instruments which are subject to stamp duty based on the value of the instrument

Nature of documents
> Agreements or memorandum of agreement and all documents embodying any agreement with a fixed amount
> Lease agreements
> Bills of exchange payable other than on demand
> Bonds
> Promissory notes payable other than demand
> Surrender of lease with consideration
> Contract of employment

The stamp duty payable on the value of the above instruments is as follows:

For sums €1 - €5.000	Nil
For sums €5.001 - €170.000	€1,50 for every €1.000 or part of €1.000
For sums exceeding €170.000	€2 for every €1.000 or part of €1.000 plus €247,50

The maximum stamp duty payable is capped at €20.000.

Time of payment of stamp duty and penalties payable for late payment

The stamp duty is payable to the Inland Revenue Department at the time of execution. The stamp duty should be paid within 30 days from the execution date. If the stamp duty is paid within 6 months, penalties may be imposed.

Restructuring of Loans

Introduction

The Cypriot tax laws were amended to temporarily exempt loan restructurings from taxation, in order to facilitate and encourage the restructuring of non-performing loans ("NPLs").

The amendments affected the Income Tax Law, the Capital Gains Tax Law, the Special Defence Contribution Law, the Stamp Duty Law, the VAT Law, the Collection of Taxes Law and the Department of Lands and Surveys (Fees and Charges) Law.

The exemptions introduced in 2015 were intended to be valid for two (2) years from the date the various amending laws entered into force, however, the exemptions have been extended for a further of three (3) years, until 31 December 2020.

Transactions covered by these provisions

The exemptions cover transactions relating to the direct or indirect sale and transfer of immovable property and rights upon immovable property pursuant to a contract deposited with the Land Registry Office between borrowers and lenders, with the objective of reduction or settlement of loans, advances or other credit facilities granted by financial institutions and other lenders, which were considered as non-performing loans at or before 31 December 2015.

These cover only transactions affecting the transfers of property between a borrower and a lender or between a borrower and a person who is not a related party.

The term "*lender*" includes a financial institution and any other person who entered into a contract with the lender and includes a person who took over non-performing loans from financial institutions pursuant to the relevant legislation.

The term "*borrower*" includes any other person who entered into a contract with the lender and includes a whose non-performing loan was acquired by a person who took over non-performing loans from Financial institutions pursuant to the relevant legislation.

The term "*borrower*" also includes a connected person of the principal borrower, provided that the disposal and transfer of immovable property is made to the lender, or to an unrelated party.

Summary of the direct tax exemptions

The acquisition of an immovable property by a bank or its wholly owned Special Purpose Company (“SPV”) in the context of a loan restructuring arrangement, will be subject to the following direct tax exemptions:

- No corporate income tax for the bank / wholly owned SPV of the bank or the debtor.
- No capital gains tax for the bank / wholly owned SPV of the bank or the debtor.
- No special defence contribution for the bank / wholly owned SPV of the bank or the debtor
- No deemed dividend distribution liability for the bank / wholly owned SPV of the bank or the debtor.
- No stamp duty is imposed on the loan restructuring arrangement.

Corporate income tax

As per the amended articles of the corporate income tax law, any benefit, surplus, profit or loss arising in the context of a restructuring transaction is exempt from corporation tax.

In the event of the property disposal or possession of a property by the lender for own use, which such property was acquired under restructuring, the acquisition cost for the lender is considered for income tax purposes to be agreed restructuring price and the disposal value is reduced by any amount returned to the borrower.

The legislation further provides that in the event where part of the disposal proceeds have been returned to the borrower, any tax exemption granted to the borrower may be liable to clawback. In this instance, the lender is responsible to withhold the appropriate amount of tax and make the relevant payment to the tax department on behalf of the borrower.

Capital gains tax

Similarly to corporate income tax law, the capital gains tax law provides that no tax liability arises on any gain arising from the disposal proceeds of any property which falls under the provisions of restructuring.

In the event of property disposal, or possession of a property by the lender for own use the same provisions, as stated above for corporation tax, apply.

Special defence contribution

As per the amended special defence contribution (“SDC”) law, no SDC is paid for deemed distribution purposes on accounting profits arising in the context of a restructuring.

Similarly to the corporate income tax and capital gains tax laws, the SDC law has been amended to provide that in the case of a property disposal, or possession of a property for own use by the lender, which was acquired in the context of a restructuring, for purposes of taxation of the lender, the (tax) acquisition cost (for the lender) is considered the restructuring price and the disposal value is reduced by any amount returned to the borrower.

It is further provided that upon a restructuring, in the case where any part of the disposal value is refunded to the borrower, then this amount is included in the accounting profit of the borrower in the tax year in which the amount was refunded and is subject to deemed distribution.

Stamp duty

According to the amended stamp duty law, contracts, mortgages or other documents drafted within the restructuring framework, or any future repurchase of a mortgage collateral by the borrower which was alienated as a result of restructuring, irrespective of when this was executed, are exempted from stamp duty, up to the amount of the debts outstanding at the time of restructuring.

Land Register fees

No fee or right is charged or levied in the case of sale, transfer and registration of immovable property in the name of the buyer, if the total proceeds of such sale per owner does not exceed the amount of € 350.000 within the meaning of bankruptcy pursuant of the Bankruptcy Law and/or liquidation procedures under the provisions of the Companies Law and/or sale procedures under the provisions of Transfer and Mortgage of Immovable Property Law.

No fee or right is charged or levied, in the case of transfer or registration of immovable property in the name of the lender within the meaning of restructuring.

Collection of taxes

According to the amended collection of taxes law, in case where a property is acquired by the lender in the context of restructuring, any memo/charge placed on this property is transferred with the property during the transfer from the borrower to the lender.

In addition, it is provided that the Tax Commissioner may require for such memo to be transferred onto another property belonging to the borrower, the value of which amounts to double the tax due from the borrower, including interest and charges.

It is further provided that at the discretion of the Commissioner, the latter may enter into an agreement with the borrower to settle its outstanding debts/liabilities, including interest and charges, in order to allow the discharge of the property from any memos/ charges.

It should be noted that, with regard to the borrower which is a company, the amendments of the law shall apply only if the following cumulative conditions are met:

- The company is or is likely to be unable to repay its debts;
- No resolution regarding the liquidation of the company has been approved or published in the Gazette;
- No order has been issued for the winding up of the company.

A company is considered unable to repay its debts if:

- Its debts have become payable and the company fails to repay;
- The value of its assets is less than the amount of its liabilities, taking into account any future liabilities.

Value added tax

Other than the ability to transfer any memo/charge placed on an immovable property by the Tax Commissioner, concerning value added tax ("VAT") related liabilities, as analysed under "Collection of taxes law" above, the new tax loan reorganisation laws do not affect the provisions of the VAT legislation.

Therefore, loan reorganisation transactions carried out must be treated on the basis of the general provisions of the VAT legislation.

Persons engaged in loan restructuring transactions and in general persons affected by such loan restructuring transactions should examine the VAT treatment of relevant transactions in order to ensure both compliance with the provisions of the legislation and VAT efficiency.

Debt to asset swaps transactions should be considered as sale of the property. The consideration for the sale should be the Restructuring price.

The sale of immovable property is subject to VAT in Cyprus at the standard Cypriot VAT rate (19%) only in cases where all the below conditions are met:

- The property is situated in Cyprus
- The property is a building
- The building is new
- The seller of the building is considered as a Taxable person

Withholding Taxes on Payments to Non-Residents

Dividends

Dividends paid to a non-resident company or non-resident individual are not subject to withholding tax.

Interest

No withholding tax is imposed on interest paid to a non-resident company or individual.

Royalties

Royalties paid to a non-resident for the use of rights in Cyprus are subject to a withholding tax of 5% on film royalties and 10% on all other royalties. These rates may be reduced under a tax treaty or the EU interest and royalties directive.

Royalties paid to a non-resident for the use of rights outside Cyprus are exempt from withholding tax.

There is no withholding tax on the payment of royalties by one resident company to another resident company.

Income of professionals, artists and other public entertainers

Non-tax resident individuals are subject to tax at the rate of 10%, irrespective of whether they have a permanent establishment in Cyprus, on the below:

- (a) the gross income derived from the exercise of any profession or vocation in Cyprus;
- (b) the remuneration of public entertainers not resident in Cyprus; and
- (c) the gross receipts of any theatrical or musical or other group of public entertainers, including football clubs and other athletic missions from abroad, derived from performances in Cyprus, the members of the group being not resident in Cyprus.

Taxation of income from exploration within the Republic of Cyprus

The gross income earned from sources within Cyprus by any person (company or individual) who is not tax resident in Cyprus and who does not have a permanent establishment in Cyprus, as consideration for services carried out in Cyprus regarding the extraction, the exploration or exploitation of the seabed, subsoil or natural resources and the establishment and operation of pipelines and other installations on the ground, the seabed or the surface of the sea, is liable to tax at the flat rate of 5%.

WHT on dividend, interest and royalties tables

Table A below illustrates the applicable Cyprus WHT rates on out- bound royalty payments.

Table B, further below, illustrates the WHT rates provided for in the double tax treaties entered into by Cyprus. This table illustrates the maximum tax rates on Cyprus inbound payments which the treaty partner country may charge on such types of income qualifying under the respective treaty. The actual WHT charged may be lower / eliminated based on each paying country's domestic law provisions.

Table A
WHT on outbound payments from Cyprus

Paid from Cyprus	
Paid to	Royalties Rights used within Cyprus %
Non-treaty countries	5/10
Andorra	Nil
Armenia	5
Austria	Nil
Bahrain	Nil
Barbados	Nil
Belarus	5
Belgium	Nil
Bosnia	5/10
Bulgaria	5/10
Canada	0/5/10
China	5/10
Czech Republic	0/10
Denmark	Nil
Egypt	5/10
Ethiopia	5
Estonia	Nil
Finland	Nil
France	0/5
Georgia	Nil
Germany	Nil
Greece	0/5
Guernsey	Nil
Hungary	Nil
Iceland	5
India	5/10
Iran	5/6
Ireland	0/5

Table A
WHT on outbound payments from Cyprus (continued)

Paid from Cyprus	
Paid to	Royalties Rights used within Cyprus %
Italy	Nil
Jersey	Nil
Kuwait	5
Latvia	0/5
Lebanon	Nil
Lithuania	5
Luxembourg	Nil
Malta	5/10
Qatar	5
Romania	0/5
Russia	Nil
Saudi Arabia	5/8
San Marino	Nil
Serbia	5/10
Seychelles	5
Singapore	5/10
Slovakia	0/5
Slovenia	5
South Africa	Nil
Spain	Nil
Sweden	Nil
Switzerland	Nil
Syria	5/10
Thailand	5/10
Ukraine	Nil
United Arab Emirates	Nil
United Kingdom	Nil
United States of America	Nil

No tax is withheld for payment of dividends and interest to non-residents of Cyprus.

No tax is withheld when the royalty is paid for the use outside Cyprus.

Table B
Maximum WHT on inbound payments to Cyprus

Paid to Cyprus			
Paid from	Dividends %	Interest %	Royalties %
Andorra	Nil	Nil	Nil
Armenia	0/5	5	5
Austria	10	Nil	Nil
Bahrain	Nil	Nil	Nil
Barbados	Nil	Nil	Nil
Belarus	5/10/15	5	5
Belgium	10/15	0/10	Nil
Bosnia	10	10	10
Bulgaria	5/10	0/7	10
Canada	15	0/15	0/10
China	10	10	10
Czech Republic	0/5	Nil	0/10
Denmark	0/15	Nil	Nil
Egypt	15	15	10
Ethiopia	5	5	5
Estonia	Nil	Nil	Nil
Finland	5/15	Nil	Nil
France	10/15	0/10	0/5
Georgia	Nil	Nil	Nil
Germany	5/15	Nil	Nil
Greece	25	10	0/5
Guernsey	Nil	Nil	Nil
Hungary	5/15	0/10	Nil
Iceland	5/10	Nil	5
India	10	0/10	10
Iran	5/10	5	6
Ireland	Nil	Nil	0/5
Italy	15	10	Nil

Table B
Maximum WHT on inbound payments to Cyprus

Paid to Cyprus			
Paid from	Dividends %	Interest %	Royalties %
Jersey	Nil	Nil	Nil
Kuwait	Nil	Nil	5
Latvia	0/10	0/10	0/5
Lebanon	5	5	Nil
Lithuania	0/5	Nil	5
Luxembourg	0/5	Nil	Nil
Malta	Nil	10	10
Mauritius	Nil	Nil	Nil
Qatar	Nil	Nil	5
Romania	10	0/10	0/5
Russia	5/10	Nil	Nil
Saudi Arabia	5	Nil	5/8
San Marino	Nil	Nil	Nil
Serbia	10	10	10
Seychelles	Nil	Nil	5
Singapore	Nil	0/7/10	10
Slovakia	10	0/10	0/5
Slovenia	5	5	5
South Africa	5/10	Nil	Nil
Spain	0/5	Nil	Nil
Sweden	5/15	0/10	Nil
Switzerland	0/15	Nil	Nil
Syria	0/15	0/10	10/15
Thailand	10	10/15	5/10/15
Ukraine	5/10	5	5/10
United Arab Emirates	Nil	Nil	Nil
United Kingdom	0/15	Nil	Nil
United States of America	5/15	0/10	Nil

Social Insurance

Contributions	Employee	Employer
Social Insurance	8,3%	8,3%
Social Cohesion Fund	-	2,0%
Redundancy Fund	-	1,2%
Human Resources Development Authority Fund	-	0,5%
Holiday Fund (unless obtained exemption)	-	8,0%

- As from 1 January 2020, the maximum amount allowed for Social Insurance Contribution purposes is €54.864 per annum for monthly paid employees, €54.860 per annum for weekly paid employees, €4.572 per month for monthly paid employees and €1.055 per week for weekly paid employees.
- The amount of contributions to Social Cohesion Fund is calculated on the total emoluments with no upper limit.
- An employer who has in place an annual vacation leave system which provides for more days than the ones provided under the Central Holiday Fund, he may obtain permission from the Social Insurance Department to be exempted from contributing to the Central Holiday Fund.
- The employer pays to the Social Insurance Department on a monthly basis his share of the contributions together with the amounts deducted from the emoluments of his employees. Penalties apply in case of late payment (maximum of 27%).
- As from 1 January 2019 contributions of self-employed individuals are subject to the rate of 15,6%. It should be mentioned that the amount of the contributions is subject to a lower and a maximum limit, depending on the profession or trade of the self-employed person.
- The lower limits of income on which self-employed persons pay social insurance contributions are:

Persons exercising a profession:	€
> For a period under 10 years	19.949
> For a period over 10 years	40.351
Wholesales, estate agents and other businessmen	40.351
Builders and other related businesses	24.483
Guards, messengers, cleaners and shop owners	18.589
Drivers of transportation media, operators of Excavators and similar occupations	19.496
Farmers, stock breeders, fishermen, traveling salesmen and similar occupations	13.602
Agents, musicians, designers and persons not included under any other occupational category	19.949

General Healthcare System (“GESY”)

Introduction

The General Healthcare System (“GESY”) Law is introduced in 2019 and transforms the existing public health care system. Patients will have the freedom to choose their health care provider, from the private as well as the public health care sector, from those providers registered with the Health Insurance Organization (“HIO”).

The GESY is a universal health care system, financed through individual, employer and government contributions. According to the GESY employer and employee contributions for the implementation of the system commence in March 2019.

Contributions as from 1 March 2019

As from 1st March 2019, the contributions to cover only outpatient care are set to 1,70% for employees and pensioners, 1,85% for employers, 1,65% for the government, and 2,55% for self-employed individuals.

Contributions as from 1 March 2020

As from 1st March 2020, the contributions to cover both outpatient and inpatient care will be amended to 2,65% for employees and pensioners, 2,90% for employers, 4,70% for the government and 4% for self-employed.

Method of deduction

GESY contributions will be deducted from the entire earnings of the employee (as defined in the Social Insurance Law) up to €180.000 per annum. The insurable earnings limit of Social Insurance Fund contributions does not apply in this case.

The employer is responsible for paying both their own and their employees’ contributions through Social Insurance Services (by means of deduction from their salary).

Summary table of contributions

Category	Applicable on	As from 1 March 2019	As from 1 March 2020
(a) Employees	Own emoluments	1,70%	2,65%
(b) Employers	Employees’ emoluments	1,85%	2,90%
(c) Self-employed	Own income	2,55%	4,00%
(d) Pensioners	Pension	1,70%	2,65%
(e) Persons holding office (Note 1)	Officers’ Remuneration	1,70%	2,65%
(f) Republic of Cyprus or Physical/Legal person responsible for the remuneration of persons holding an office	Officers’ Remuneration	1,85%	2,90%
(g) Persons earning rental, interest, dividend and other income	Rental, Interest, Dividend Income etc	1,70%	2,65%
(h) Republic’s Consolidated Fund	Emoluments/ Pensions of persons (a), (c), (d) and (g)	1,65%	4,70%

Note 1: Relates to holders of public or local authority office or other office, the income out of which does not come within the scope of (a) employees, (c) self-employed, (d) pensioners, (g) persons earning rental, interest, dividend and other income

Tax Calendar

Date	Obligation	Form
January 31	Submission of deemed dividend distribution form	TD623
February 28	Submission of tonnage tax declaration and payment of tonnage tax for the previous year by qualifying charterers and managers as well as qualifying owners of foreign flagged vessels	MSTT 2 A/B/C
March 31	Submission of Company Income Tax Return (electronic submission)	TD4
	Submission of Tax Return, accounts and additional information by individuals who submit audited accounts (electronic submission)	TD1
	Submission of tonnage tax declaration upon entry to the Tonnage Tax System and payment tonnage tax for the current year by qualifying owners of Cyprus flagged vessels	MSTT 2 B/C
June 30	Payment of tax balance for the previous year by individuals who do not submit audited accounts but are obligated to issue invoices, receipts, etc.	-
	Payment of Contribution to the Defence Fund on rental income received during the first half of the current year	TD601
	Payment of €350 Annual Fee to the Registrar of Companies	
July 31	Submission of Temporary Tax Assessment for the current year	TD6
	Submission of Income Tax Return by Individuals (electronic submission)	TD1
	Submission of Employer's Return (electronic submission)	TD7
	Payment of first instalment of tax based on the Temporary Tax Assessment	-
August 1	Payment of the tax balance for the previous year	TD158
September 30	Submission of Income Tax Return by individuals who do not submit audited accounts but are obligated to issue invoices, receipts, etc. (electronic submission)	TD1
December 31	Submission of revised Temporary Tax Assessment for the current year, if considered necessary	TD6
	Payment of second instalment of tax based on the Temporary Tax Assessment	-
	Payment of Special Contribution to the Defence Fund on rental income received during the second half of the current year	TD601
By the end of the next month	Payment of tax deducted from employees' emoluments	TD61
	Payment of Contribution to the Defence Fund and contribution to National Health System withheld from dividends, interest and rents	TD601
	Payment of Social Insurance and contributions to National Health Scheme deducted from employee emoluments	Y.K.A. 2-002

Date	Obligation	Form
Within 30 days	Payment of Capital Gains Tax	-
Within 60 days	Obtaining a Tax Identification Code: Following the registration or incorporation of a company with the Registrar of Companies, the company is obliged to submit an application for registration with the Tax Department. Similar rules apply in the case of companies incorporated outside Cyprus that become tax residents of Cyprus	TD2001
Within 60 days of such a change	Notification of changes of company details (i.e. registered office, activities, auditors, etc.)	TD2003
At the end of the financial period	Stocktaking must be conducted annually by businesses which have inventory	-
Within the timeframe specified by the tax authorities	Submission of information requested in writing by the tax authorities	-
By the end of the financial year	Filing of the CbC notification	
12 months from the end of the financial year	Deadline to file the CbC report with the Tax Department if the annual consolidated group revenue exceeds €750 million	-
At the end of every quarter	Special tax on bank deposits, applicable only for financial institutions, is imposed on deposits as at the end of the previous calendar quarter at the rate of 0.0375%	
By the 10th of the second month after the end of the VAT period	Submission of VAT Return and payment of VAT amount due	VAT 4
By the 10th of the month following the end of the VAT period	Submission of Intrastat form	INTRASTAT 1.1
		INTRASTAT 1.2
By the 15th of the month following the end of the reporting month	Submission of VIES form for goods and services	VIES 1

Penalties for late payment or non-payment of taxes

Interest for late payment of tax

Interest is imposed where the tax due is not paid by the prescribed dates, either when the payment is made under a self-assessment or when the payment is made on the basis of an assessment raised by the Tax Commissioner. If an assessment is made by the Tax Commissioner after the lapse of 3 years from the due date of filing of the tax return, no interest is imposed, provided that the tax as per the tax return was paid on the due date and the tax return was filed on the due date.

The interest is calculated for complete months and it is based on the official rate announced by the Ministry of Finance from time to time, currently 2%.

Administrative penalties

Administrative penalties apply in the following cases:

- €100, in case a person refuses, fails or neglects to notify or submit a tax return or to supply information or perform any duty within the deadline prescribed by the law.
- €200, in case a person refuses, fails or neglects to notify or submit a tax return or to supply information or to perform a duty (for which the law prescribe a deadline for the submission) within the deadline set by the Commissioner by notice (minimum 60 days).
- €100, in case a person refuses, fails or neglects to notify or submit a tax return or to supply information or to perform a duty (for which the law does not prescribe a deadline for the submission) within the deadline set by the Commissioner by notice (minimum 60 days) and the information required to be furnished relates to a third person.
- 5% on the tax due, in case a person fails to pay the tax due by the due date or within the period prescribed by a notice issued by the Tax Commissioner.
- An additional monetary charge of 5% on the tax due, in case a person omits to pay the tax due for more than 2 months from the payment deadline.
- Up to €20.000 administrative fine, in case an individual violates the provisions of the Assessment and Collections of Taxes Law or the relevant regulations or the notifications or the decrees issued by the Tax Commissioner, depending on the level of violation. Before the Tax Commissioner proceeds to the imposition of an administrative fine, the affected individual will be notified and will have the right to submit an objection within five (5) working days from the date of notification.

Criminal liability for non-payment of taxes

- Any person who is fraudulently dealing or omitting to pay taxes.
- Any person who delays payment of taxes withheld by him, i.e. from salaries (such as PAYE and special contribution), payments to non-residents (such as films and royalties), as well as defence tax withheld from dividends, interest and rental income is guilty of an offence and is liable to fine plus imprisonment in the case of individuals. In the case of a company the directors, executive managers and accountants.



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OUR OFFICES IN CYPRUS

Nicosia

Costas Afxentiou
Polyvios Polyviou
Stelios Prodromitis
Marios Hadjihannas

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Member of the Board of Directors
Member of the Board of Directors
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