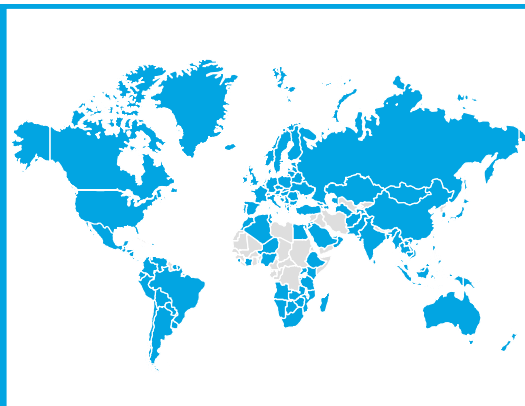


EXPATRIATES

Malta

Tax facts for international assignees



INCOME TAX: WHO IS LIABLE

Persons who are residents are taxable in Malta on a source and remittance basis, that is, on income and chargeable gains arising in Malta and on income arising outside Malta and received in Malta (i.e. such persons are not taxable on income arising outside Malta and not received in Malta and capital gains arising outside Malta, regardless of whether received in Malta).

An individual is resident in Malta if he/she resides in Malta, except for such temporary absences as may seem to the Commissioner for Revenue to be reasonable and not inconsistent with the claim of residence.

Non-resident individuals pay tax on their Malta-source income only; but local interest and royalty income are exempt from tax, as are capital gains on holdings in collective investment schemes or on securities as long as the underlying asset is not Maltese immovable property.

BREAKING RESIDENCY - EXIT PROCEDURES

There is no special procedure for breaking up residency. Expatriates leaving Malta should notify the relevant authorities - Inland Revenue Department and The Department of Citizenship and Expatriate Affairs.

INCOME TAX RATES AND SOCIAL SECURITY CONTRIBUTIONS

Income tax rates - residents

From	To	Rate	Subtract (€)
Single rates			
0	9,100	0%	0
9,101	14,500	15%	1,365
14,501	19,500	25%	2,815
19,501	60,000	25%	2,725
60,001	And over	35%	8,725
Married rates			
0	12,700	0%	0
12,701	21,200	15%	1,905
21,201	28,700	25%	4,025
28,701	60,000	25%	3,905
60,001	And over	35%	9,905
Parent rates			
0	10,500	0%	0
10,501	15,800	15%	1,575
15,801	21,200	25%	3,155
21,201	60,000	25%	3,050
60,001	And over	35%	9,050

Income tax rates - non-residents

From	To	Rate	Subtract (€)
0	700	0%	0
701	3,100	20%	140
3,101	7,800	30%	450
7,801	And over	35%	2,725

SOCIAL TAX RATES

Category description

Category	Description
A	Persons under 18 year of age earning not more than the amount indicated below.
B	Persons aged 18 and over earning not more than the amount indicated below.
C	All persons whose basic weekly wage is between the amounts indicated below.
D	All persons whose basic weekly wage is equal to or exceeds the amount indicated below.
E	Students* under 18 years of age.
F	Students* 18 years old and over.

*Students who are following a full-time course of studies or instruction under the Student-Worker Scheme, or other similar schemes (including the Extended Skills Training Schemes, but excluding the Worker-Student Schemes) involving distinct work and study periods for which they are receiving remuneration.

Rates

Category	Basic Weekly Wage ¹ (Euro)		Weekly Rate Payable ² (Euro)			
	From	To	by Employee	by Employer	Total	Maternity
A	0.10	168.01	6.62	6.62	13.24	0.20
B	0.10	168.01	16.80*	16.80	33.60	0.50
<i>*Or if the employee chooses, 10% of the basic weekly wage. This rate of contribution entitles the contributor to pro-rata contributory benefits.</i>						
C	168.02	344.86	10%	10%	n/a	0.3%
D	344.87	n/a	34.49	34.49	68.98	1.03
C	168.02	425.73	10%	10%	n/a	0.3%
D	425.74	n/a	42.57	42.57	85.14	1.28
E	n/a	n/a	10% Max. 4.38	10% Max. 4.38	n/a	0.3% Max. 0.13
F	n/a	n/a	10% Max 7.94	10% Max. 7.94	n/a	0.3% Max. 0.24

¹ Basic Weekly Wage or the weekly equivalent of the basic monthly salary
² For percentage rates, the weekly rate payable is calculated to the nearest cent

For further information and to register for future updates contact expat@bdo.global

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