

10 Facts about Taxation in Slovakia

January 2017

1 Standard Corporate Income Tax (CIT): **21%**



Withholding Tax Rate



19% is levied on income from participation certificates, certain debentures, vouchers and investment coupons; and interest from bank deposits and current accounts in general. Withholding tax of **7%** applies to dividends paid out from profits derived from January 1st, 2017 by domestic companies to individual shareholders.

3 Standard VAT in Slovakia : **20%**



Reduced VAT

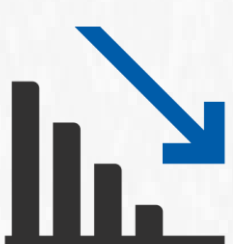
- reduced rate **10%**
- export of goods and services is zero rated
- tax for Intra-Community supplies of goods is zero, under certain conditions

5 Personal Income Tax: **19% - 25%**



Social and health contributions owed by the Employee: **13.4%**

7 Social and health contributions owed by the Company: **35.2%**



Tax losses

Tax losses derived after Jan. 1st, 2014 may be carried forward uniformly for 4 tax years (applies also to tax losses for the tax periods that ended 2010 – 2013 and not utilized until January 1st, 2014)

Special taxes on corporate income

With effect starting September 1st, 2012 a temporary special contribution applies. The definition of the taxable base for special duty was amended with effect from January 1st, 2017 so that the duty applies only if the accounting result of at least EUR 3 million is reached and only on income from regulated activities.

The monthly rate was temporarily increased to **0.726%** for the period from 2017 to 2018. Then the rate will be gradually decreasing so that in the period from 2019 to 2020 the monthly rate will be 0.545% and in the period from 2021 the rate will be 0.363%.

Regulated industries:

- energy
- air transport
- postal services
- pharmaceutics
- insurance / reinsurance
- electronic communications
- public water / sewer systems
- public health insurance
- health care (special legislation)



Real estate tax



- general land tax: **0.25%** of the value
- building and apartment tax: **EUR 0.033 / m²**

These rates may be modified according to local conditions.

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