

TAX RATES | 2018

BRAZIL

A	Companies	
1	Resident companies	
	Corporate tax rates	<ul style="list-style-type: none"> 15% plus surtax of 10% (income over BRL 240,000) Social contribution of 9% (17% or 20% for financial institutions)
	Tax base	<ul style="list-style-type: none"> Worldwide
	Capital gains	<ul style="list-style-type: none"> Taxed as ordinary income
B	Individuals	
1	Resident individuals	
	Income tax rates	<ul style="list-style-type: none"> Progressive Top rate 27.5% (over BRL 55,976.16)
	Capital gains	<ul style="list-style-type: none"> Progressive rates varying from 15% to 22.5% according to the amount of the gain
2	Non-resident individuals	
	Income tax rates	<ul style="list-style-type: none"> 15% (25% if the recipient is resident of a low-tax jurisdiction) 25% final WHT on business and professional income
	Capital gains (sale of shares in resident companies)	<ul style="list-style-type: none"> Progressive rates varying from 15% to 22.5% according to the amount of the gain (25% if the beneficiary is resident of a low-tax jurisdiction) 0% WHT on listed shares
	Final withholding tax rates	
	Employment income	<ul style="list-style-type: none"> 25% on gross amount
	Dividends	<ul style="list-style-type: none"> 0% if paid out of after-tax profits 15% (or 25% if the beneficiary is resident of a low-tax jurisdiction) on dividends accrued in 2014 and paid in excess of those calculated under the BR GAAP (with exceptions)
	Interest	<ul style="list-style-type: none"> 15% (25% if the beneficiary is resident of a low-tax jurisdiction)
	Royalties	<ul style="list-style-type: none"> 15% (25% if the beneficiary is resident of a low-tax jurisdiction)
	Fees (technical)	<ul style="list-style-type: none"> 15% tax (25% if the beneficiary is resident of a low-tax jurisdiction)
	Fees (directors)	<ul style="list-style-type: none"> 15%
C	Turnover taxes	
	VAT/GST (standard)	<ul style="list-style-type: none"> IPI: 0% to 365% (rates vary from product to product, there is no standard rate) ICMS: rates vary among the states, there is no standard rate
	VAT/GST (reduced)	<ul style="list-style-type: none"> IPI: rates vary from product to product according to their essentiality ICMS: rates vary among the states
	VAT/GST (increased)	<ul style="list-style-type: none"> IPI: rates vary from product to product according to their essentiality ICMS: rates vary among the states