



## ZERO RATE OF TAX FOR COMPANIES

All companies incorporated in the Isle of Man became subject to the zero rate of tax from 6 April 2008, except for the following:

A Companies liable to pay tax at 10% - This applies to:

1. licensed banks on the profits earned from banking business,
2. companies whose income derives from dealing in or developing land or mineral extraction or receiving rents from land or property in the Isle of Man,
3. companies that carry on retail business in the Isle of Man and have a taxable profit of more than £500,000.

These companies pay tax at 10% on their taxable profits.

B Companies which opt to pay tax at 10%. An election has to be made to pay tax at 10%, and, if made, the election will apply for 5 years.

Please also see our Notes on:

- Attribution Regime for Individuals (ARI)
- Tax Planning for Manx Companies - Update

If you would like to know more then please contact  
Evelyn Corrin : [evelyn.corrin@crowecw.im](mailto:evelyn.corrin@crowecw.im) , John Cowan : [john.cowan@crowecw.im](mailto:john.cowan@crowecw.im)  
or Elaine Rudge : [elaine.rudge@crowecw.im](mailto:elaine.rudge@crowecw.im)

Crowe Clark Whitehill LLC, 6<sup>th</sup> Floor, Victory House, Prospect Hill, Douglas IM1 1EQ  
Tel: 01624 627335; Fax: 01624 677225; Web: [www.crowecw.im](http://www.crowecw.im)