

## Tax Treaties (\*)

Albania	Hong Kong	Pakistan
Algeria	Hungary	Philippines
Argentina	Iceland	Poland
Armenia	India	Portugal
Australia	Indonesia	Romania
Austria	Ireland	Russian Federation
Azerbaijan	Israel	Rwanda
Bangladesh	Italy	San Marino
Bahrain	Ivory Coast	Senegal
Belarus	Japan	Serbia
Bosnia-Herz.	Kazakhstan	Singapore
Brazil	Korea (South)	Slovakia
Bulgaria	Kosovo	Slovenia
Canada	Kuweit	South Africa
Chile	Kyrgystan	Spain
China	Latvia	Sri Lanka
Congo	Lithuania	Sweden
Croatia	Luxembourg	Switzerland
Cyprus	Macedonia	Taiwan
Czech Republic	Malaysia	Tajikistan
Denmark	Malta	Thailand
Ecuador	Mauritius	Tunisia
Egypt	Mexico	Turkey
Estonia	Moldova	Turkmenistan
Finland	Mongolia	Ukraine
France	Montenegro	United Arab Emirates
Gabon	Morocco	United Kingdom
Georgia	Netherlands	United States
Germany	New-Zealand	Uzbekistan
Ghana	Nigeria	Venezuela
Greece	Norway	Vietnam

(\*) Treaties in force

## Social security contributions

<b>Employees (White-collar)</b>	Employer's contributions	30%
	Employee's contributions	13,07%
<b>Self-employed</b>	Max.	€15.908,36
<b>Companies</b>	€347,50	€868,00 if balance sheet total > €667.529,12

## Monthly contribution CO<sub>2</sub> on company cars

Vehicles with petrol engine: [(Y x 9) - 768]: 12 x 1,2488  
 Vehicles with diesel engine: [(Y x 9) - 768]: 12 x 1,2488  
 Minimum monthly contribution: €26,01  
 Y = CO<sub>2</sub> emission in gram per km

## Tax on placing new cars in circulation

Fiscal horsepower (*)	KW (*)	Amount of tax (€)
0 - 8	0 - 70	61,50
9 - 10	71 - 85	123,00
11	86 - 100	495,00
12 - 14	101 - 110	867,00
15	111 - 120	1.239,00
16 - 17	121 - 155	2.478,00
More than 17	More than 155	4.957,00

(\*) Whichever is higher

A special regime applies to second-hand cars.

### Walloon Region:

To increase with an Eco-malus if CO<sub>2</sub> > 145g/km.

### Flemish Region:

Calculation of the tax on placing new cars in circulation (for non-leased cars) is based on formula taking into account the environment.

## Value added tax

- Rates: 0, 6, 12 and 21%
- Quarterly filing of return (optional): annual turnover ≤ €2.500.000,00
- Monthly filing of return: annual turnover > €2.500.000,00 (exceptions)
- Small enterprises: annual turnover threshold = €25.000,00
- Distance selling: annual threshold = €35.000,00
- Non taxable legal entities, wholly exempted businesses, "flat rate" farmers and small businesses: acquisition threshold = €11.200,00
- Deduction of VAT on car costs for business use (maximum 50%)
- Non deductible VAT: tobacco, liquor, hotel and restaurant costs (exceptions), reception costs

## Registration duties

Acquisition of real estate:  
 - in Flanders: 10%  
 - in Brussels and Walloon Region: 12,5%  
 Capital duty: €50,00

## Company law

	Average number of employees	Turnover	Balance sheet total
<b>Microscheme (*)</b>	≤ 10	≤ €700.000,00	≤ €350.000,00
<b>Condensed annual accounts (*)</b>	≤ 50	≤ €9.000.000,00	≤ €4.500.000,00
<b>Complete annual accounts (*)</b>	> 50	> €9.000.000,00	> €4.500.000,00
<b>Consolidated annual accounts (*)</b>	> 250 (consolidated)	> €34.000.000,00 (consolidated)	> €17.000.000,00 (consolidated)

(\*) Companies meeting at least two of these criteria during two successive accounting periods

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[kpmg.com/be/tax](http://kpmg.com/be/tax)

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This tax card was drawn up on 28 April 2017 as quick-reference tool for some interesting and commonly used tax rates and amounts. Any exceptional or special regime has been deliberately omitted. This tax card is also available in Dutch, French and German.  
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# Belgian Tax Card 2017

[kpmg.com/be/tax](http://kpmg.com/be/tax)



## Personal income tax

Rates (income year 2017) (1)

Income (€)	Rate (2)	(1)
0 - 11.070,00	25%	- Zero-bracket amount: €7.270,00 for each taxpayer - Additional tax-free allowance for dependant children: 1 child: €1.550,00 2 children: €3.980,00 3 children: €14.420,00
11.070,00 - 12.720,00	30%	
12.720,00 - 21.190,00	40%	
21.190,00 - 38.830,00	45%	
more than 38.830,00	50%	
		(2) + municipal tax

## Computation of the tax (income year 2017)

Standard business deduction	
<b>A. Remuneration of employees (€)</b>	
0 - 8.620,00	30%
8.620,00 - 20.360,00	11%
More than 20.360,00	3% max. €4.320,00
<b>B. Profits from professions (€)</b>	
0 - 5.870,00	28,7%
5.870,00 - 11.670,00	10%
11.670,00 - 19.420,00	5%
More than 19.420,00	3% max. €4.060,00
<b>C. Directors remuneration (€)</b>	
	3% max. €2.440,00
<b>Marital quotient</b>	max. €10.490,00

## Special social security contribution

Taxable "family" income (2017) (€)	Taux (€)
0 - 18.592,01	0
18.592,02 - 21.070,96	9% in excess of > 18.592,01
21.070,97 - 60.161,85	223,10 + 1,3% in excess of > 21.070,96
60.161,86 - ...	731,28

## Benefits in kind

Interest rate on current account

Year of disposal	Reference rate
2014	9,2%
2015	8,16%
2016	9,27%

## Personal use of a company car

Catalogue value(\*) x [5,5 + 0,1 x (CO<sub>2</sub> emission – 87 (diesel) or 105 (petrol))]/100 x 6/7 = benefit in kind(\*\*\*)  
17% (40% if intervention of the employer in the fuel expenses) of the benefit in kind before deduction of an eventual contribution of the employee for the private use of the car must be recorded in disallowed expenses for corporate income tax purposes (minimum tax base)

(\*) Catalogue value = catalogue price of the vehicle in new condition upon sale to a private person, including options and actually paid VAT without taking any discounts, reductions, rebates or refunds into account. (\*\*) Max. 18/min. 4. (\*\*\*) Minimum €1.280.

## Investment deduction Rates (assessment year 2018)

<b>A. Standard rate</b>		8%
Individuals and SMEs (art. 15 Company Code)		
<b>B. Increased rates</b>		
Energy-saving investments 13,5%		
R&D new products/technologies (*) 13,5%		
Patents (*) 13,5%		
Digital assets 13,5%		
Investments in security 20,5%		
Investments in ships 30,0%		
<b>C. Spread deduction (individuals)</b>		10,5%
<b>D. Increased spread deduction</b>		
R&D new products/technologies (*) 20,5%		
Investments in means of production of high-tech products 20,5%		
<b>E. Assets used for production of reusable packing</b>		3%

(\*) Companies may apply a tax credit for R&D

## Use of carry forward (assessment year 2018)

Invest. deduction of prior ass. years	≤ €3.883.430,00	> €3.883.430,00
	≤ €1.941.720,00 (*)	> €1.941.720,00 (*)
Per ass. year	Max. €970.860,00	25% of total carry forward
	Max. €485.430,00 (*)	

(\*) If taxpayer opted for tax credit for R&D

## Prepayments

### A. Tax increases in absence of prepayments

Per quarter	Ass. year	2016	2017	2018(*)
	<b>April 10</b>	1,50%	1,50%	3%
	<b>July 10</b>	1,25%	1,25%	2,5%
	<b>Oct. 10</b>	1%	1%	2%
	<b>Dec. 20</b>	0,75%	0,75%	1,5%
	<b>Average</b>	1,125%	1,125%	2,25%

### B. Rebates

Per quarter	Ass. year	2016	2017	2018(*)
	<b>April 10</b>	0,75%	0,75%	1,5%
	<b>July 10</b>	0,63%	0,63%	1,25%
	<b>Oct. 10</b>	0,50%	0,50%	1%
	<b>Dec. 20</b>	0,38%	0,38%	0,75%
	<b>Average</b>	0,5625%	0,5625%	1,125%

(\*) Dates applicable for payments in 2017 (assessment year 2018) for calendar-year taxpayers

## Corporate income tax

Rates (assessment year 2018) (\*)

A. Standard rate	B. Reduced rates if applicable (*)	C. Other rates
Taxable income (€)		Rate
33,99%	0,01 to 25.000,00	24,98%
	25.000,00 to 90.000,00	31,93%
	90.000,00 to 322.500,00	35,54%

fairness tax (5,15%), capital gains on shares (0,412% or 25,75%), secret commissions tax (103% or 51,5%)

(\*) Incl. 3% crisis contribution

(\*) Progressive tax structure

## Risk Capital Deduction

Ass. year 2016: 1,63% (small companies: 2,13%)  
Ass. year 2017: 1,131% (small companies: 1,631%)  
Ass. year 2018: 0,237% (small companies: 0,737%)

## Withholding tax on movable income

Dividends	30% (*)	Redemption proceeds	30%
Interest	30%	Liquidation proceeds	30%
Other movable income	30%		

(\*) Dividends paid to companies established in Belgium, in the European Union or in a country with which Belgium has a tax treaty benefit from an exemption/reduction of withholding tax, provided certain conditions are met.

