



0

%

- Value-added Tax
- Sales Tax
- Capital Gains Tax
- Withholding Tax on Dividends and Interest
- Estate Duty
- Wine Tax



Progressive tax rates ranging from 2% to 17% on personal income



All capital gains derived by an individual are not subject to tax in Hong Kong

CDTAs



Discover answers for CDTAs

Contact us



For further details, connect with our representatives in your location



Email us at: hkmpdb@tlb.gov.hk

Additional Information



HKMPDB



Inland Revenue Department



InvestHK

Sailing Ahead with HONG KONG's Tax Incentives for Maritime Industry



HONG KONG'S WINNING FORMULA OF LOW RATES AND HIGH GAINS

Low and Simple Tax Regime

Hong Kong offers a simple, transparent and stable taxation system, which has been an attraction to businesses within and beyond the maritime sector.



CORPORATIONS



8.25 %

16.5 %

PARTNERSHIPS AND SOLE PROPRIETORSHIPS



7.5 %

15 %

Note 1: The two-tiered profits tax rates are applicable to all companies in Hong Kong but the application of the two-tiered profits tax rates is restricted to only one enterprise nominated among connected entities.

HONG KONG'S GLOBAL ADVANTAGE THROUGH COMPREHENSIVE AVOIDANCE OF DOUBLE TAXATION AGREEMENTS (CDTAs)

Hong Kong has increasingly pursued CDTAs with its trading partners which eliminate double taxation, reduce withholding taxes, provide certainty, and strengthen global competitiveness.

MARITIME INCENTIVES UNLOCKING BUSINESS OPPORTUNITIES



Ship Operators

Profits tax exemption for international shipping operations, otherwise 16.5% profits tax rate



Ship Lessors

0% profits tax rate for qualifying ship lessors



Ship Leasing Managers

Half-rate (8.25%) profits tax rate for qualifying ship leasing managers; **0% profits tax rate** if the services are provided to a related party which is entitled to 0% profits tax rate or profits tax exemption



Shipping Commercial Principals

Half-rate (8.25%) profits tax rate for qualifying ship agents, managers, and brokers providing maritime services; **0% profits tax rate** if the services are provided to a related party which is entitled to 0% profits tax rate or profits tax exemption



Marine Insurance

Half-rate (8.25%) profits tax rate for marine insurance and reinsurance businesses

UPCOMING TAX INCENTIVES ACCELERATING MARITIME GROWTH



Half-rate profits tax incentive for physical commodity trading

Half-rate profits tax concession (8.25%) for qualifying commodity traders



Further enhancements to existing maritime services tax incentives

Enhance existing tax regimes in view of the implementation of BEPS 2.0



A flexible 15% tax rate option

Commodity traders



Shipping commercial principals

Ship lessors



Ship leasing managers



Relax the definition for ship leasing activity



Tax deduction on ship acquisition cost



Expand the scope for interest deduction



Ship lessors

Note 2: The above enhancements to preferential tax regimes for maritime services industry and the introduction of a new preferential tax regime for physical commodity trading shall be applicable to years of assessment beginning on or after 1 April 2025, and are expected to take effect subject to the passage of legislation in 2026.