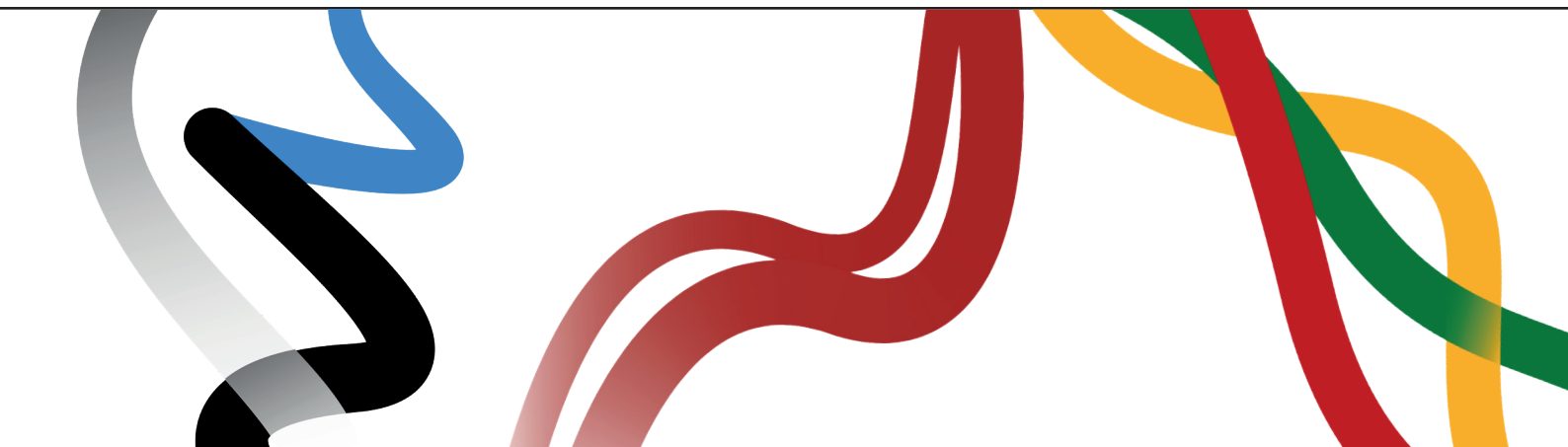


DISCOVERING POTENTIAL

2025 | TAX TABLE – ESTONIA, LATVIA, LITHUANIA



	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
PERSONAL INCOME TAX	22% for employment income and other type of income (including dividends, interest and capital gain)	<p>Progressive PIT system</p> <ul style="list-style-type: none"> - 25.5% up to annual income of 105,300 euro (gross) - 33% to annual income more than 105,300 euro (gross) <p>25.5% on capital income (e.g., interest, capital gains, dividends)</p> <p>0% on dividends (if CIT or PIT applied abroad, or dividends distributed in Latvia from profit earned after 2018)</p> <p>10% on rent of real estate</p> <p>Royalties: 25% (if the recipient of the royalties chooses not to register as a performer of the economic activity)</p> <p>Additional rate of 3% on the part of the taxpayer's taxable income (including dividends and liquidation quota) exceeding 200,000 euro</p>	<p>Employment income:</p> <ul style="list-style-type: none"> - 20% up to annual income of 128,340* euro (gross) - 32% to annual income more than 128,340* euro (gross) <p>Income from individual business activities – from 5% up to 15%</p> <p>Dividends 15%</p> <p>Other income:</p> <ul style="list-style-type: none"> - 15% up to annual income 256,680 euro* (gross) - 20% for annual income more than 256,680* euro (gross) <p><i>*The threshold may vary depending on fluctuations of average yearly income during 2025</i></p>
CORPORATE INCOME TAX	The tax is levied at profit distribution at a rate of 22/78 of the net amount (22% of the gross amount). Retained earnings are not taxed until profit distributions are made	The tax is levied at profit distribution at a rate of 20/80 of the net amount (20% of the gross amount). Retained earnings are not taxed until profit distributions are made	<p>16%</p> <p>0% for the first year and 6% for the following periods for enterprises with fewer than 10 employees or less than 300,000 euro in gross annual revenues (if the certain conditions are met)</p>

	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
CORPORATE INCOME TAX		Credit institutions and consumer credit service providers pay a tax surcharge in the amount of 20% of the after-tax profit of the pre-taxation year, for which they have the right to reduce the tax on profits distributed in dividends for an unlimited period of time	0% for the first 10 years from establishment and 7.5% for the 6 subsequent years for companies established in free economic zones when the capital investment has reached: <ul style="list-style-type: none"> - 1 million euro or - 100,000 and the average number of employees is no less than 20 and at least 75% of the annual income is received from the provision of services 20% for profits of banks, exceeding the threshold of 2 million euro
VALUE ADDED TAX	22% until 30.6.2025 24% as of 1.7.2025 9% for: <ul style="list-style-type: none"> - Books and workbooks used as learning materials - Medical products, medical devices for personal use of disabled persons, technical aid for the purpose of the Medical Devices Act - Press publications, both on a physical medium and electronically 13% for Accommodation services	21% 12% for: <ul style="list-style-type: none"> - Particular pharmaceuticals products and medical devices for individual use by persons with impaired bodily functions - Particular nutrition for infants - Domestic public transport - Wood fuel for private individuals - Heating energy for private individuals - Accommodation in tourist hospitality sector - Certain fresh fruit, berries and vegetables (according to the planned amendments) 5% for: <ul style="list-style-type: none"> - supply of books and publications in both printed and electronic format, including online access and downloading - supply of and subscriptions to newspapers, magazines and other periodicals and mass media, in both printed and electronic format, including online access and downloading VAT exemption thresholds for SME (according to the planned amendments): <ul style="list-style-type: none"> - 50,000 euro – for domestic sales transactions - 10,000 euro – for intra-Community acquisitions of goods in Latvia 	21% 9% for: <ul style="list-style-type: none"> - Passenger transport services on regular routes - Books and non-periodic information publications - Specific accommodation services - Heating and hot water for residential premises - Firewood and wood products for heating supplied to household energy consumers - The supply of all types of arts and cultural establishments, arts and cultural events, sporting events 5% for: <ul style="list-style-type: none"> - Pharmaceuticals and medical aid under certain circumstances - Equipment for disabled persons' technical assistance and their repairs - Periodical publications (with some exceptions)

	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
SOCIAL SECURITY CONTRIBUTIONS	<p>33% (employer's contribution)</p> <p>The rate of unemployment insurance premium for insured persons is 1.6% (employee's contribution)</p> <p>The rate of unemployment insurance premium for employers is 0.8% (employer's contribution)</p> <p>Payments of social insurance and payments in pension funds are applied also to self-employed persons</p>	<p>34.09% (23.59% the employer's contribution and 10.5% the employee's contribution)</p> <p>31.07% for self-employed</p> <p>Additional 10% for pension insurance by self-employed</p> <p>Various other rates are applied to individuals with different statuses</p> <p>The maximum amount of the social insurance contribution object is 105,300 euro per year.</p> <p>Solidarity tax is applicable at a rate of 25% on annual income exceeding 105,300 euro</p>	<p>19.5% employee's contribution (social insurance contributions of 12.52% and health insurance contributions of 6.98%)</p> <p>1.77% or 2.49% employer's contribution (including 0.32% for the Guarantee Fund and the Long-Term Unemployment Fund)</p> <p>19.5% rate of tax is also imposed on 90% of income earned by self-employed persons</p> <p>Special rules and rates are applied for sportsmen, performers, persons working under authorship agreements, farmers, owners of individual enterprises, members of micro companies and partners of partnerships</p>
IMMOVABLE PROPERTY TAX	Does not apply	<p>0.2% – 3% of cadastral value depending on the regulations of the municipality</p> <p>If the municipality has not stipulated the tax rates, then depending on the cadastral value the tax is: 1.5% for land, certain buildings and engineering structures, 0.2% – 0.6% for dwellings</p> <p>Additional 1.5% for unused agricultural land</p>	<p>0.5% – 3% of the taxable value</p> <p>For individuals: 0.5% – 2% of the taxable value; the real estate up to 150,000 euro is tax exempt</p>
LAND TAX	<p>0.1% – 1% of the assessed value of land for residential, agricultural land</p> <p>0.1% - 2% for land with other purposes</p>	Separately not applicable. Please see Immovable Property Tax	<p>0.1% – 4% of the taxable value</p> <p>Lessors of the state land pay the land lease tax equal to 0.1% – 4% of its taxable value</p>
WITHHOLDING TAX	<p>Dividends:</p> <ul style="list-style-type: none"> – Does not apply (profit distribution tax applies) 	<p>Dividends:</p> <ul style="list-style-type: none"> – do not apply (profit distribution tax applies) – 20% for recipients in offshores 	<p>Dividends:</p> <ul style="list-style-type: none"> – 0% if the parent company holds at least 10% of shares for at least 12 months – 16% in other cases
	<p>Interest:</p> <ul style="list-style-type: none"> – 22% WHT on interest payments to resident individuals 	<p>Interest:</p> <ul style="list-style-type: none"> – 20% for recipients in offshores 	<p>Interest:</p> <ul style="list-style-type: none"> – 0% if paid to the EEA residents and companies of countries with a Tax Treaty in force – 0% on interest for securities issued by the Government on international financial markets, accrued and paid on deposits and on subordinated loans meeting the criteria set by the Bank of Lithuania – 10% in other cases
	<p>Royalties:</p> <ul style="list-style-type: none"> – 10% for payments to non-residents (unless a lower rate applies under a Tax Treaty or exemption applies for entities qualifying under Interest and Royalties Directive) – 22% for payments to resident individuals 	<p>Royalties:</p> <ul style="list-style-type: none"> – 0% for companies – 20% for recipients in offshores 	<p>Royalties:</p> <ul style="list-style-type: none"> – 0% if paid to entities qualifying under the Interest and Royalties Directive – 10% in other cases (unless it is reduced by a Tax Treaty)

	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
WITHHOLDING TAX	Service fees: – 10 % if services rendered in Estonia and there is no Tax Treaty with the recipient country – 22 % for payments to tax haven entities	Consultancy and management services: 20 % (unless a lower rate applies based on Tax Treaty)	
	Rental payments: – 22 % for payments to non-residents (unless a lower rate applies under a Tax Treaty) – 22 % for payments to resident individuals	Remuneration paid to non-residents for the alienation of immovable property in Latvia: 3 % from the transaction value (later a tax adjustment can be performed by applying a 20 % tax on profit)	Remuneration paid to non-residents for transfer or lease of immovable property located in Lithuania: 15 %
		Income received by non-residents (legal persons) from renting out an immovable property in Latvia: 5 % from the transaction value	Remuneration paid to non-residents for performing or sports activities performed in Lithuania: 15 %
		Payments to recipients in offshores are subject to 20 % withholding tax	Annual payments paid to non-residents as members of supervisory boards of the Lithuanian companies: 15 %

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