



INNOVATION
TRADITION

Edition no. 1, April 2019

Swiss Corporate Tax Reform Federal Act on Tax Reform and AHV Financing (TRAF)

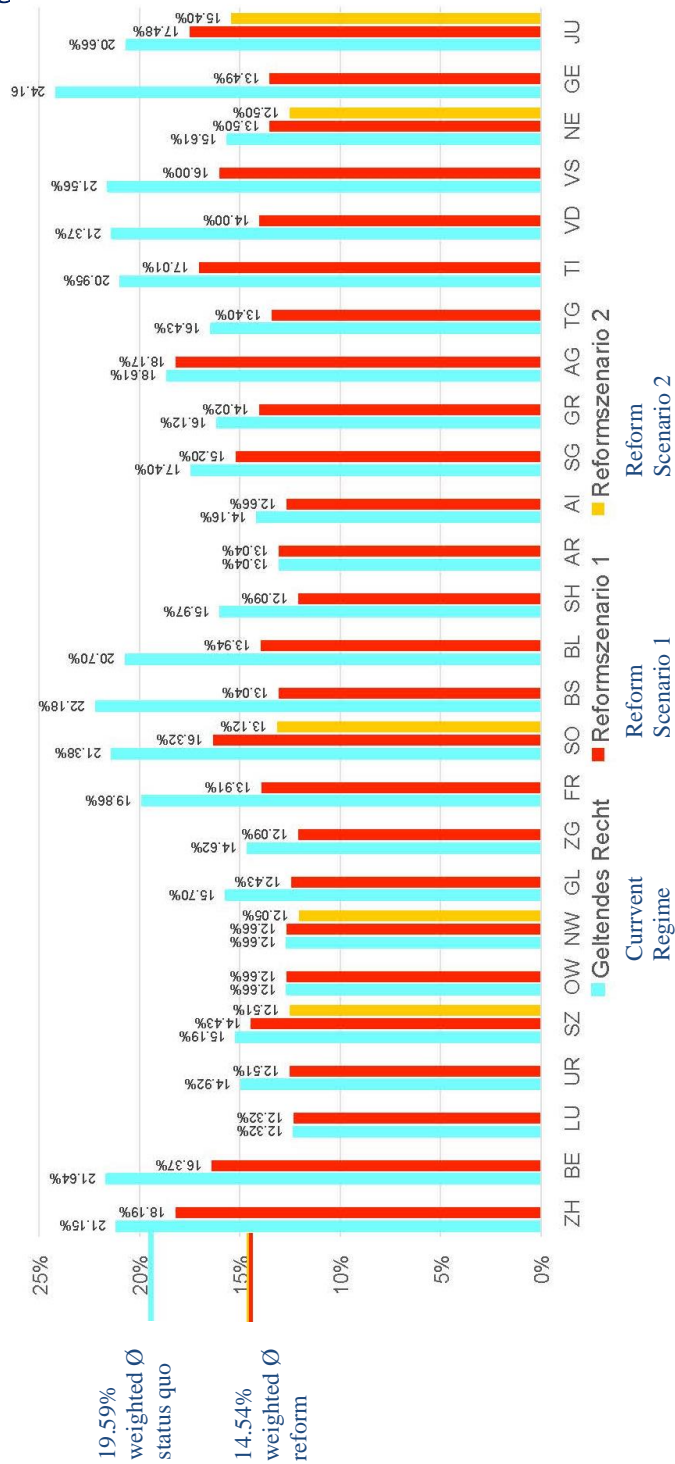
On May, 19, 2019, Switzerland will vote on a Corporate Tax Reform. The famous tax privileges for companies - such as holding, mixed or domiciliary company tax status - will be abolished. The aim of the vote is that as of January 1, 2020 the same taxation rules will apply to all companies. Switzerland will then become one of the most attractive places in the world with the introduction of taxation models accepted by the OECD. Some Cantons will offer very low effective income tax rates around 12%.

Examples:

Action point	Federal Tax	Cantonal Tax
Patent Box*	—	√ all cantons
R&D Deductions	—	√ optional
Notional Interest Deduction (NID)	—	√ optional
Immigration-Step-Up	√	√ all cantons
Reduction Equity Tax	—	√ optional

*Patent box according to OECD standard with a maximum deduction of 90% (cantons are allowed to grant additional R&D deductions of a maximum of 50%). The tax relief of the profit based on patent box and potential additional tax deductions for R&D will be up to 70%.

Tax and social security reform „STAF“ Planned profit tax reductions in the cantons Total tax charge in cantonal capital cities



Source: Swiss Federal Tax Administration SFTA

Contacts: **Richard J. Wuermli**, Certified Tax Expert, Managing Partner, TAX EXPERT International AG

A Partnership for Success

TAX EXPERT International AG
Stockerstrasse 45
CH-8002 Zürich
Tel. +41(0)44 225 85 85
Fax +41(0)44 225 85 95
info@taxexpert.ch
www.taxexpert.ch

Treuhand EXPERT Global AG
Stockerstrasse 45
CH-8002 Zürich
Tel. +41(0)44 225 85 50
Fax +41(0)44 225 85 55
info@treuhandexpert.ch
www.treuhandexpert.ch

Financial EXPERT Global AG
Webergasse 20
CH-8460 Rapperswil
Tel. +41(0)44 225 85 25
Fax +41(0)44 225 85 95
info@financialexpert.ch
www.financialexpert.ch

ADDED VALUE Wirtschaftsprüfungen
Riedmatt 9
CH-6300 Zug
Tel. +41 (0)41 711 08 00
Fax +41 (0)41 711 08 90
info@avwp.ch
www.avwp.ch

Members of EXPERT Alliance



