

RRNH is about to end

Since 2009, Portugal had in place a special regime of taxation for new residents, during a period of 10 years, where the foreign income could benefit from a full tax exemption (eg, dividends, bank interests, old pensions) or being taxed at a flat rate of 10% (new pensions) or 20% (high value activities), called Non Habitual Tax Regime.

It is predicted on the proposal for the Government budget of 2024, delivered on 11th October 2023, at the Portuguese Parliament, that new residents in 2024 are not going to benefit of this regime anymore. However, those who already got the regime will keep its benefits, counting from the date it was granted to the end of the period of 10 years.

The regime will be available to new residents, until the end of 2023. The regime will be available for who becomes a resident or has a valid residence visa till 31st December 2023. Then, applications for the regime can be asked till 31st March 2024. I believe that it will exist exceptional cases where tax residence for 2023 will have to be applied retrospectively in 2024, but it's better to avoid that scenario, as it will can be stressful and delayed.

So, those who wish to take benefit of this regime before it ends, have to rush, and start immediately the procedures to make sure that the requirements are met in time.

At the moment, it's a life's time opportunity, which shall be grabbed if you can.

Please be in touch, in case you wish to pursue this matter further.

Verónica Pisco

13/10/2023

(Lawyer and post-graduated in Taxation)

Verónica Pisco - Responsabilidade Limitada

Avenida Cidade de Loulé (antiga Estrada Vale de Lobo), Caixa Postal 530-A, Ferrarias, 8135-018 Almancil.

Rua José Pinheiro e Rosa, Urb. Horta da Fábrica, Lt 12, R/C Dt, Fracção "A", 8800-676 Tavira.

Tlf./Fax: 0351 289 358 382 TLM.: 0351 968 919 049 veronica.pisco-offi@sapo.pt www.veronicapisco-lawoffice.com

Note: All content on this site is protected by Copyright and Related Rights and Industrial Property Rights under the Portuguese and European Union laws, international conventions and other laws and may not be used without consent of Verónica Pisco - Law Office. Therefore, the content in this site may not be copied, altered or distributed except with express permission.

Verónica Pisco - Responsabilidade Limitada

Avenida Cidade de Loulé (antiga Estrada Vale de Lobo), Caixa Postal 530-A, Ferrarias, 8135-018 Almancil.

Rua José Pinheiro e Rosa, Urb. Horta da Fábrica, Lt 12, R/C Dt, Fracção "A", 8800-676 Tavira.

Tlf./Fax: 0351 289 358 382 TLM.: 0351 968 919 049 veronica.pisco-offi@sapo.pt www.veronicapisco-lawoffice.com