

Summary of Major Incentives

	Companies Manufacturing For Export	Exempt Insurance Companies	International Business Companies	Licensee Financial Services Act	International Society with Restricted Liability	International Trusts
1. Tax rate	Nil for 15 years 2.5% thereafter	0%*	2.5 to 1%	2.5 to 1%	2.5 to 1%	35% on income remitted
2. Withholding tax on:						
Dividends	no	no	no	no	no	no
Interest	no	no	no	no	no	no
Royalties	yes	yes	no	no	no	no
3. License required	No	yes	yes	yes	yes	no
4. Exemption from exchange controls	No	yes	yes	yes	yes	yes
5. Exemption from duties on imports	yes	no	yes	yes	yes	no
6. Required to file financial statements with regulatory agency	yes	yes	yes	yes	yes	no
7. Financial statements open to public	No	no	no	no	no	no
8. Exemption from taxes & duties on sale of securities or assets	yes	yes	yes	yes	yes (in practice)	n/a
9. Incorporation in Barbados required	yes	no	no	no	no	n/a
10. Local Director required	No	Yes	No	Yes	No	n/a

* The tax rate is 0% for the first 15 financial years with an annual license fee. Thereafter, a 2% Corporation tax rate will apply on the first US\$125,000 of taxable income and then 0% on the balance.

Non-exempt SRL's are subject to tax at the normal domestic tax rate.