

COUNTRY PROFILE



Macao

Tax overview

Corporate Income Tax	12%
Personal Income Tax	7% - 12%, progr.
Gift Tax	None
Wealth Tax	None
Inheritance Tax	None

Legal System

Macao is a Special Administrative Region (SAR) of China, and applies civil law with Portuguese and German origins.

Currency and Exchange Controls

The currency is the Macao Pataca (MOP). Macao has no foreign exchange controls.

Corporate Income Taxation

Corporations resident in Macao are subject to Complementary Tax on world-wide income at a rate of 12% on profits over MOP 300,000.

Individual Taxation

Residents of Macao are subject to tax on income from employment in Macao (Professional Tax) at rates from 7% to 12%. Capital gains and investment income are not taxable to individual recipients, except dividends from local corporations.

Anti-Avoidance Rules

Macao has no General Anti-Avoidance Rules, no Transfer Pricing rules, no Thin Capitalization rules, and no Controlled Foreign Corporation (CFC) rules.

Trusts

Macao does not have a domestic trust law, and trusts and similar legal arrangements are not authorized. However, under the Law on Offshore Activity (Law No. 58/99/M) trust management companies may be established to conduct offshore business, and must be licensed by the AMCM.

Double Tax Treaties (DTTs)

Macao has signed DTTs with Belgium (not in effect), Cabo Verde, China, Hong Kong, Mozambique, Portugal, and Vietnam.

OECD Multilateral Convention

Macao is a signatory to the Multilateral Convention on Mutual Administrative Assistance in Tax Matters, which requires exchange of information "on request," and authorizes spontaneous and automatic exchange.

Common Reporting Standard (CRS)

Macao is a party to the Multilateral Competent Authority Agreement (MCAA) and has implemented CRS for the automatic exchange of information. As of January, 2021, Macao has 61 activated relationships.

FATCA

Macao has a FATCA Model 2 IGA with the US for automatic information exchange.

Notice

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