

COUNTRY PROFILE



Zimbabwe

Tax overview

Corporate Income Tax	24.72%
Personal Income Tax	40%, progr.
Gift Tax	None
Inheritance Tax	5%
Wealth Tax	None

Legal System

The legal system in Zimbabwe is based on English Common Law, Dutch-Roman law, and customary tribal law.

Territorial Taxation Regime

Zimbabwe applies the tax principle of territoriality, and income tax is levied on Zimbabwean source income only.

Corporate Income Taxation

Corporations incorporated in Zimbabwe are taxed on Zimbabwean source income, and income deemed to be Zimbabwean source, at 24.72%.

Personal Income Taxation

Zimbabwean resident individuals are taxed on Zimbabwean local source income at progressive rates up to 41.20%.

Anti-Avoidance Rules

Zimbabwe has General Anti-Avoidance Rules, as well as Transfer Pricing and Thin Capitalization rules. Zimbabwe does not have Controlled Foreign Corporation (CFC) rules.

Foreign Investment Protection

Zimbabwe has agreements with a number of jurisdictions for the protection of foreign investments that provide for international arbitration in the event of nationalization or expropriation, including with the Netherlands, South Africa, and Switzerland.

Double Tax Treaties (DTTs)

Zimbabwe has DTTs with a number of jurisdictions, including Canada, Mauritius, Netherland, South Africa, and the United Kingdom.

OECD Multilateral Convention

Zimbabwe is not a signatory to the Multilateral Convention on Mutual Administrative Assistance in Tax Matters. The Convention requires signatories to exchange information "on request," and authorizes spontaneous and automatic exchange.

Common Reporting Standard (CRS)

Zimbabwe has not signed the Multilateral Competent Authority Agreement (MCAA) for the automatic exchange of financial account information under CRS, and has not committed to join CRS.

FATCA

Zimbabwe does not have a FATCA Intergovernmental Agreement with the United States for the automatic exchange of account information, and is not treated as having an agreement in substance.

Notice

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