

Tax incentives in Hong Kong

Funds

Profits tax exemption for onshore and offshore funds, including private equity funds, open-ended funds, limited partnership funds etc.

Carried interest

- Concessional profits tax rate @ 0%
- Salaries tax exemption

Corporate treasury centers

Concessional tax rate @ 8.25% for qualifying intragroup financing business, corporate treasury services, corporate treasury transactions

Family office

Profits tax exemption for eligible family-owned investment holding vehicle managed by a single family office

Insurance

Concessional tax rate @ 8.25% for captive insurance, general reinsurance, selected general insurance, selected insurance brokerage business

Research & development

Enhanced deduction for qualifying R&D expenditure

- 300% for 1st HK\$2million
- 200% for the remainder

Ship leasing

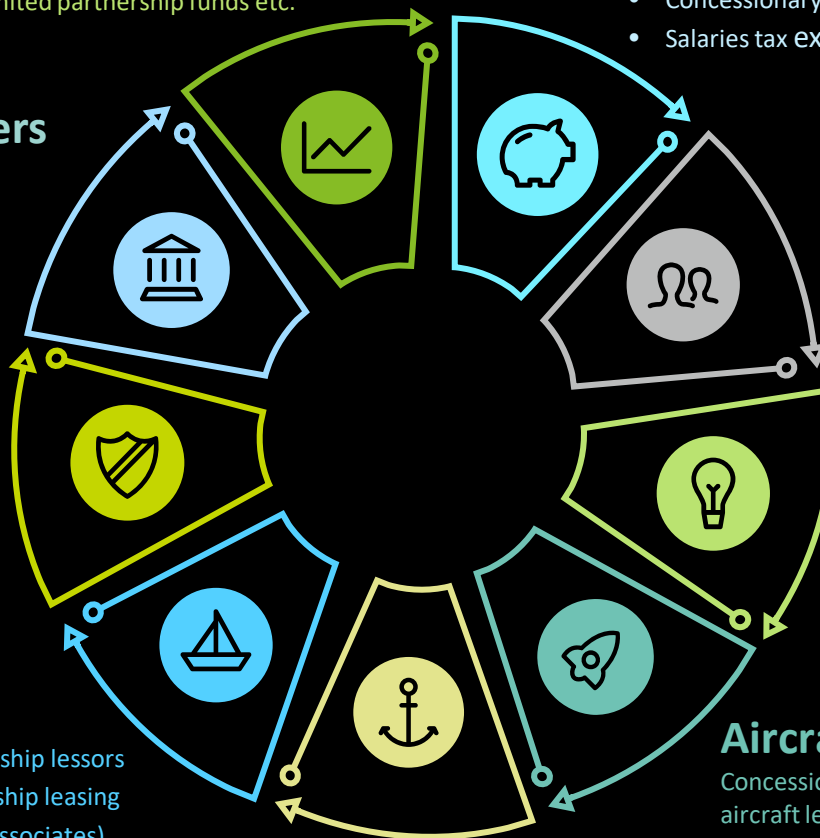
- Concessional tax rate @ 0% for qualifying ship lessors
- Concessional tax rate @ 0% for qualifying ship leasing managers (for associates) / 8.25% (for non-associates)

Aircraft leasing

Concessional tax rate @ 8.25% for aircraft lessors / leasing managers

Shipping-related activities

- Concessional tax rate @ 0% / 8.25% or income exemption for qualifying shipping commercial principal



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