

Hong Kong and India
Comprehensive Avoidance of Double Taxation Agreement

Highlights

Under the agreement:

- double taxation will be avoided in that any Indian tax paid by Hong Kong companies will be allowed as a credit against the tax payable in Hong Kong on the same profits subject to the provisions of the tax laws of Hong Kong;
- India's withholding tax rate for Hong Kong residents on interest (currently at 20 percent in general) will be capped at 10 percent;
- Hong Kong airlines operating flights to India will be taxed at Hong Kong's corporation tax rate, and will not be taxed in India; and
- profits from international shipping transport earned by Hong Kong residents arising in India and subject to tax there will enjoy 50% reduction in tax in India.

Hong Kong and Finland
Comprehensive Avoidance of Double Taxation Agreement

Highlights

Under the agreement:

- double taxation will be avoided in that any Finnish tax paid by Hong Kong companies will be allowed as a credit against the tax payable in Hong Kong on the same profits subject to the provisions of the tax laws of Hong Kong;
- Finland's withholding tax rate for Hong Kong residents on dividends and royalties (currently at 20 percent for companies and 30 percent for individuals) will be capped at 5 percent/ 10 percent on dividends (depending on the percentage of shareholdings) and 3 percent on royalties;
- Hong Kong airlines operating flights to Finland will be taxed at Hong Kong's corporation tax rate, and will not be taxed in Finland; and
- profits from international shipping transport earned by Hong Kong residents arising in Finland will be exempt from tax in Finland.