



DE COTTA MCKENNA & SANTAFÉ English Lawyers and Spanish Abogados

The tax year in Spain starts on 1st January of each year and ends on 31st December.

Set out below is a summary of some of the tax rates applicable and the dates by which tax and IVA (VAT) returns should be submitted.

Non resident tax

- If you own more than one property, then a wealth and income tax form should be submitted between 1st May and 30th June each year on the year after you purchased the property.
- If you own a single property in Spain, then the wealth tax and income tax relating to your Spanish property should be submitted before the 31st December on the year following the date that you purchased the property.
- In order for us to prepare your non-residents tax return we will require the following documents: NIE, copy of escritura and Town Hall rates invoice also known as IBI.

Resident tax return

- Income tax returns should be prepared and submitted between 1st May and 30th June year, subsequent to the year that you became a resident.
- If you are due to pay any tax, then 60% of this can be paid between 1st May and 30th June and 40% of any tax due, would become payable in the first week of November.

Company tax

- Corporation tax known as the Impuesto de Sociedades, is taxable at the rate of between 30 and 35%. The corporation tax return should be submitted by 25th July of each year following the year of incorporation.
- If the company has made a profit during the tax year, then corporation tax will be paid on account up to the rate of 18% on 20th October, 20th December and 20th April of each year.
- Annual accounts should be submitted by the 30th June year subsequent to the year of incorporation. These have to be signed before a Spanish notary.
- IVA (VAT and tax retentions) should be submitted every 3 months on 20th April, 20th July, 20th October and 30th January each year.



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- There is an obligation on all company administrators to submit a summary of any IVA, tax retentions from employees and on office rents before 30th January each year.
- Summary of all business payments made over 3,006 euros to a single supplier. A summary of these payments should be submitted before the 31st March of each year.
- Non resident companies carrying out business in Spain. The above dates and timelines apply but the applicable rate of tax would be 35%.
- Non resident companies holding property. Each company would be liable to pay 3% of the catastral value of the property between 1 January and 31 January each year, subsequent to the year of purchase. If there are tax treaties between Spain and the country of residence of the company then the company may be entitled to exemptions.