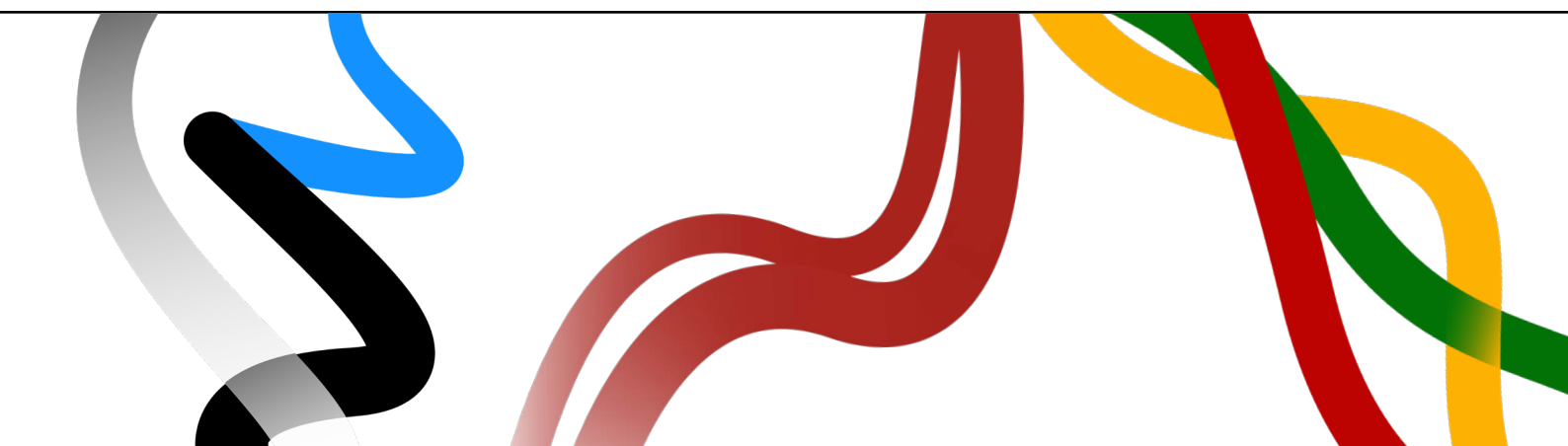


## DISCOVERING POTENTIAL

### 2025 | TAX TABLE – ESTONIA, LATVIA, LITHUANIA



	ESTONIA	LATVIA	LITHUANIA
PERSONAL INCOME TAX	22% for employment income and other type of income (including dividends, interest and capital gain)	<p>Progressive PIT system</p> <ul style="list-style-type: none"><li>– 25.5% up to annual income of 105,300 euro (gross)</li><li>– 33% to annual income more than 105,300 euro (gross)</li></ul> <p>25.5% on capital income (e.g., interest, capital gains, dividends)</p> <p>0% on dividends (if CIT or PIT applied abroad, or dividends distributed in Latvia from profit earned after 2018)</p> <p>10% on rent of real estate</p> <p>Royalties: 25% (if the recipient of the royalties chooses not to register as a performer of the economic activity)</p> <p>Additional rate of 3% on the part of the taxpayer's taxable income (including dividends and liquidation quota) exceeding 200,000 euro</p>	<p>Employment income:</p> <ul style="list-style-type: none"><li>– 20% up to annual income of 126,532.80* euro (gross)</li><li>– 32% to annual income more than 126,532.80* euro (gross)</li></ul> <p>Income from individual business activities – from 5% up to 15%</p> <p>Dividends 15%</p> <p>Other income:</p> <ul style="list-style-type: none"><li>– 15% up to annual income of 253,065.60 euro* (gross)</li><li>– 20% for annual income more than 253,065.60* euro (gross)</li></ul> <p><i>*The threshold may vary depending on fluctuations of average yearly income during 2025</i></p>
CORPORATE INCOME TAX	The tax is levied at profit distribution at a rate of 22/78 of the net amount (22% of the gross amount). Retained earnings are not taxed until profit distributions are made	The tax is levied at profit distribution at a rate of 20/80 of the net amount (20% of the gross amount). Retained earnings are not taxed until profit distributions are made	<p>16%</p> <p>0% for the first year and 6% for the following periods for enterprises with fewer than 10 employees or less than 300,000 euro in gross annual revenues (if the certain conditions are met)</p>

	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
CORPORATE INCOME TAX		Credit institutions and consumer credit service providers pay a tax surcharge in the amount of 20% of the after-tax profit of the pre-taxation year, for which they have the right to reduce the tax on profits distributed in dividends for an unlimited period of time	<p>0% for the first 10 years from establishment and 7.5% for the 6 subsequent years for companies established in free economic zones when the capital investment has reached:</p> <ul style="list-style-type: none"> <li>– 1 million euro or</li> <li>– 100,000 and the average number of employees is no less than 20 and at least 75% of the annual income is received from the provision of services</li> </ul> <p>20% for profits of banks, exceeding the threshold of 2 million euro</p>
VALUE ADDED TAX	<p>24% as of 1.7.2025</p> <p>9% for:</p> <ul style="list-style-type: none"> <li>– Books and workbooks used as learning materials</li> <li>– Medical products, medical devices for personal use of disabled persons, technical aid for the purpose of the Medical Devices Act</li> <li>– Press publications, both on a physical medium and electronically</li> </ul> <p>13% for Accommodation services</p>	<p>21%</p> <p>12% for:</p> <ul style="list-style-type: none"> <li>– Particular pharmaceuticals products and medical devices for individual use by persons with impaired bodily functions</li> <li>– Particular nutrition for infants</li> <li>– Domestic public transport</li> <li>– Wood fuel for private individuals</li> <li>– Heating energy for private individuals</li> <li>– Accommodation in tourist hospitality sector</li> <li>– Certain fresh fruit, berries and vegetables (according to the planned amendments)</li> </ul> <p>5% for:</p> <ul style="list-style-type: none"> <li>– supply of books and publications in both printed and electronic format, including online access and downloading</li> <li>– supply of and subscriptions to newspapers, magazines and other periodicals and mass media, in both printed and electronic format, including online access and downloading</li> </ul> <p>VAT exemption thresholds for SME (applies also to taxable persons from other EU Member States):</p> <ul style="list-style-type: none"> <li>– EUR 50,000 – for domestic sales transactions</li> <li>– EUR 10,000 – for intra-Community acquisitions of goods in Latvia</li> </ul> <p>If the threshold of EUR 50,000 is not exceeded, there is an opportunity to register under the special procedure and pay VAT only on cross-border services received and/or intra-Community acquisitions of goods</p>	<p>21%</p> <p>9% for:</p> <ul style="list-style-type: none"> <li>– Passenger transport services on regular routes</li> <li>– Books and non-periodic information publications</li> <li>– Specific accommodation services</li> <li>– Heating and hot water for residential premises</li> <li>– Firewood and wood products for heating supplied to household energy consumers</li> <li>– The supply of all types of arts and cultural establishments, arts and cultural events, sporting events</li> </ul> <p>5% for:</p> <ul style="list-style-type: none"> <li>– Pharmaceuticals and medical aid under certain circumstances</li> <li>– Equipment for disabled persons' technical assistance and their repairs</li> <li>– Periodical publications (with some exceptions)</li> </ul>

	ESTONIA	LATVIA	LITHUANIA
SOCIAL SECURITY CONTRIBUTIONS	<p>33% (employer's contribution)</p> <p>The rate of unemployment insurance premium for insured persons is 1.6% (employee's contribution)</p> <p>The rate of unemployment insurance premium for employers is 0.8% (employer's contribution)</p> <p>Payments of social insurance and payments in pension funds are applied also to self-employed persons</p>	<p>34.09% (23.59% the employer's contribution and 10.5% the employee's contribution)</p> <p>31.07% for self-employed</p> <p>Additional 10% for pension insurance by self-employed</p> <p>Various other rates are applied to individuals with different statuses</p> <p>The maximum amount of the social insurance contribution object is 105,300 euro per year</p> <p>Solidarity tax is applicable at a rate of 25% on annual income exceeding 105,300 euro</p>	<p>19.5% employee's contribution (social insurance contributions of 12.52% and health insurance contributions of 6.98%)</p> <p>1.77% or 2.49% employer's contribution (including 0.32% for the Guarantee Fund and the Long-Term Unemployment Fund)</p> <p>19.5% rate of tax is also imposed on 90% of income earned by self-employed persons</p> <p>Special rules and rates are applied for sportsmen, performers, persons working under authorship agreements, farmers, owners of individual enterprises, members of micro companies and partners of partnerships</p>
IMMOVABLE PROPERTY TAX	Does not apply	<p>0.2% – 3% of cadastral value depending on the regulations of the municipality</p> <p>If the municipality has not stipulated the tax rates, then depending on the cadastral value the tax is: 1.5% for land, certain buildings and engineering structures, 0.2% – 0.6% for dwellings</p> <p>Additional 1.5% for unused agricultural land</p>	<p>0.5% – 3% of the taxable value</p> <p>For individuals: 0.5% – 2% of the taxable value of non-commercial real estate; non-commercial real estate up to 150,000 euro is tax exempt</p>
LAND TAX	<p>0.1% – 1% of the assessed value of land for residential, agricultural land</p> <p>0.1% - 2% for land with other purposes</p>	Separately not applicable. Please see Immovable Property Tax	<p>0.1% – 4% of the taxable value</p> <p>Lessors of the state land pay the land lease tax equal to 0.1% – 4% of its taxable value</p>
WITHHOLDING TAX	<p>Dividends:</p> <ul style="list-style-type: none"> <li>– Does not apply (profit distribution tax applies)</li> </ul>	<p>Dividends:</p> <ul style="list-style-type: none"> <li>– do not apply (profit distribution tax applies)</li> <li>– 20% for recipients in offshores</li> </ul>	<p>Dividends:</p> <ul style="list-style-type: none"> <li>– 0% if the parent company holds at least 10% of shares for at least 12 months</li> <li>– 16% in other cases</li> </ul>
	<p>Interest:</p> <ul style="list-style-type: none"> <li>– 22% WHT on interest payments to resident individuals</li> </ul>	<p>Interest:</p> <ul style="list-style-type: none"> <li>– 20% for recipients in offshores</li> </ul>	<p>Interest:</p> <ul style="list-style-type: none"> <li>– 0% if paid to the EEA residents and companies of countries with a Tax Treaty in force</li> <li>– 0% on interest for securities issued by the Government on international financial markets, accrued and paid on deposits and on subordinated loans meeting the criteria set by the Bank of Lithuania</li> <li>– 10% in other cases</li> </ul>
	<p>Royalties:</p> <ul style="list-style-type: none"> <li>– 10% for payments to non-residents (unless a lower rate applies under a Tax Treaty or exemption applies for entities qualifying under Interest and Royalties Directive)</li> <li>– 22% for payments to resident individuals</li> </ul>	<p>Royalties:</p> <ul style="list-style-type: none"> <li>– 0% for companies</li> <li>– 20% for recipients in offshores</li> </ul>	<p>Royalties:</p> <ul style="list-style-type: none"> <li>– 0% if paid to entities qualifying under the Interest and Royalties Directive</li> <li>– 10% in other cases (unless it is reduced by a Tax Treaty)</li> </ul>

	<i>ESTONIA</i>	<i>LATVIA</i>	<i>LITHUANIA</i>
WITHHOLDING TAX	Service fees: – 10 % if services rendered in Estonia and there is no Tax Treaty with the recipient country – 22 % for payments to tax haven entities	Consultancy and management services: 20 % (unless a lower rate applies based on Tax Treaty)	
	Rental payments: – 22 % for payments to non-residents (unless a lower rate applies under a Tax Treaty) – 22 % for payments to resident individuals	Remuneration paid to non-residents for the alienation of immovable property in Latvia: 3 % from the transaction value (later a tax adjustment can be performed by applying a 20 % tax on profit)	Remuneration paid to non-residents for transfer or lease of immovable property located in Lithuania: 15 %
		Income received by non-residents (legal persons) from renting out an immovable property in Latvia: 5 % from the transaction value	Remuneration paid to non-residents for performing or sports activities performed in Lithuania: 15 %
		Payments to recipients in offshore are subject to 20 % withholding tax	Annual payments paid to non-residents as members of supervisory boards of the Lithuanian companies: 15 %

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