



OVERVIEW OF CHANGES EFFECTIVE JANUARY 1ST, 2021

The following table summarizes legislative changes as of 1st January 2021 on the tax regime applicable to life insurance contracts and/or capitalization bonds by country of residence of the policyholder on the tax regime applicable to life insurance contracts and/or capitalization bonds.

	FROM JANUARY 1 ST , 2021	PRIOR TO JANUARY 1 ST , 2021										
Belgium	<p>A bill has been introduced to the Belgium Parliament on 5th January 2021 relating to the introduction of an annual tax of 0.15% on securities (including securities held by insurance companies in the framework of life insurance contracts Branch 23) with an average valuation above 1 million euros.</p> <p>At this date, securities held by insurance companies not established in Belgium with non-Belgium financial institutions are not in the scope of the draft bill. We will inform you accordingly on the evolution of this bill.</p>	There are no changes to report.										
Spain	<p>The 2021 Finance Act of 30th December 2020 has modified in particular:</p> <ol style="list-style-type: none"> personal income tax is increased by 3 points for capital income above 200.000 euros. The marginal tax rate changes from 23% to 26%. <p>The tax standard rate as of 1st January 2021 is as follows :</p> <table border="1"> <thead> <tr> <th>TAXABLE BASE (INCOME)</th> <th>TAX RATE</th> </tr> </thead> <tbody> <tr> <td>≤ EUR 6,000</td> <td>19%</td> </tr> <tr> <td>From EUR 6,000 to EUR 50,000</td> <td>21%</td> </tr> <tr> <td>From EUR 50,000 to EUR 200,000</td> <td>23%</td> </tr> <tr> <td>> EUR 200,000</td> <td>26%</td> </tr> </tbody> </table> <p>In case of withdrawal (partial or total) of an insurance contract or at its termination date (if the beneficiary is the policyholder), Cardif Lux Vie will still apply a withholding tax of 19%.</p> <p>This withholding tax is considered as a tax advance on the final tax amount due by application of the above mentioned scheme.</p> <ol style="list-style-type: none"> an increase of 1% of the wealth tax national annual tax rate from 2.5% to 3.5% above EUR 10.695.996,06 	TAXABLE BASE (INCOME)	TAX RATE	≤ EUR 6,000	19%	From EUR 6,000 to EUR 50,000	21%	From EUR 50,000 to EUR 200,000	23%	> EUR 200,000	26%	There are no changes to report.
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France	There are no changes to report.	
Luxembourg	There are no changes to report.	
Portugal	There are no changes to report.	
Italy	There are no changes to report.	
United Kingdom	The exit of the United Kingdom from the EU as of 1 st January 2021 has no tax impact on the tax regime of life insurance policies.	There are no changes to report.

Your usual contacts at Cardif Lux Vie will be available to provide any additional information you may require.

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