

UAE CORPORATE TAX – Personal Income Tax Tax On UAE Income

(REF: CTGTNP1- Taxation of Natural Persons under the Corporate Tax Law)

Is UAE CT Applies to Individual / Personal (Natural Person) income the answer is “No “but also “Yes” subject to conditions.

“The information provided in this guide should not be interpreted as legal or tax advice “



Below Individual / Personal UAE Income CT **not Applies:**

- ✓ Salary & Wages
- ✓ Any Other employment income i.e. OT, Gratuity, Leave Salary etc.,
- ✓ Director fees
- ✓ Director remuneration
- ✓ Interest on bank deposits
- ✓ Any other income earned from saving scheme
- ✓ Dividend income on shares
- ✓ Capital Gains on shares
- ✓ Personal investment income
- ✓ Personal Real estate income (sale, leasing, sub-lease, renting of land Rental, Lease, capital gains etc.,) in UAE

Below Individual / Personal UAE Income CT **Applies:**

- Individual (whether resident or nonresident) subject to UAE CT **if conducts a Business or Business activity in the UAE and total revenue exceeds AED 1 million** within a Gregorian calendar year.
- Personal investment income subject to CT when investment activity conducted in their personal capacity that is **conducted through a license or requiring license from a licensing authority total revenue exceeds AED 1 million within a Gregorian calendar year.**
- Real estate investment income is subject to corporate tax when derived by natural person in UAE that is **through license or required a license from a licensing authority (Real estate income includes sale, leasing, sub-lease, renting of land Rental, Lease, capital gains etc.,) total revenue exceeds AED 1 million** within a Gregorian calendar year.
- **Freelancers have to pay CT in UAE** : In accordance with the UAE's Corporate Tax Regulations, any taxable earnings surpassing AED 375,000 will be liable for Corporate Tax. This taxation framework extends to freelancers and self-employed independent contractors in the UAE once their income exceeds the AED 375,000 threshold.

For More Information and further details related to Individual Corporate Tax Registration, Return Filing, Deregistration please visit www.singiriandco.com