



Tax saving story for a Spain Tax Resident

Mr. K and his wife left Spain for over 5 years and they were not Spain Tax Residents because they have no dependents in Spain. Two years ago, Mrs. K decided move back to Spain and Mr. K kept spending less than 183 days in Spain and spent rest of the days in marketing and management in other countries. But avoid being spending over 183 days in any other country.

Just before Mrs. K back to Spain, under our advice, both Mr. K and his wife spent over 180 days in Hong Kong for during a financial year and they both get Certificates of Hong Kong Tax Resident in 2019. We advised their Hong Kong company pays 100% of the retained earnings of their Hong Kong company to shareholders Mr. K and his wife for the year ended 31 December 2019. Besides, Mrs. K sold her 50% shareholding to Mr. K for Euro 12.5 million. They didn't need to pay one cent tax because they are Hong Kong Tax Residents and they will not be taxed on dividend income and capital gain. Mrs. K remitted total amount of her after tax money Euro xx million back to her Spain bank account without paying one cent tax.