

Intellectual Property (IP) Luxembourg

AN ATTRACTIVE TAX REGIME

80% exemption of income
deriving from intellectual
property

The IP regime results in an attractive tax rate of 5.84% applicable since 1 January 2013 on net income and / or capital gains within the scope of the scheme.

Eligibility

This IP regime applies to income earned by a Luxembourg taxpayer (individual or corporate body) on IP created or acquired after 31 December 2007.

Restrictions

However intellectual property cannot be acquired from an affiliated company.

Eligible income

According to the Law (IP regime) a partial exemption of 80% applies on net income (royalties) and capital gains deriving from:

- copyright on software,
- patent,
- trademark,
- design, model,
- domain name.