



May 2017

IMPATRIATE STATUS IN FRANCE

This status does not make any difference between French and non-French citizens. It provides the tax payer who has not been a resident taxpayer in France for the 5 previous years before his coming or coming back to France with a significant rebate on the tax bill

In summary;

- For employees' salary

Compensation for stays outside France on behalf and for the exclusive benefit of the employer is exempt.

- Reimbursement of costs or benefits related to expatriation (tuitions for kids, moving expenses, housing, health care...) is exempt up to 50% of the total compensation.

- For self-employed or non-employed the status is similar – no wealth tax on assets detained outside France, 50% rebate of foreign source income (30% rebate on compensation) subject to agreement with tax authorities.

- For Passive income

- 50% of foreign source income is exempt from taxation.
- No wealth tax on assets detained outside France.

Note: The former regime of the 20% rebate limitation on exempt compensation is still applicable on option to be compared to the 50 % limitation of exempt benefits.

Our NY team (001 212 755 55 51) and European team (0033 1 84 20 40 00) are available to follow up with you on impatriate status in Europe.