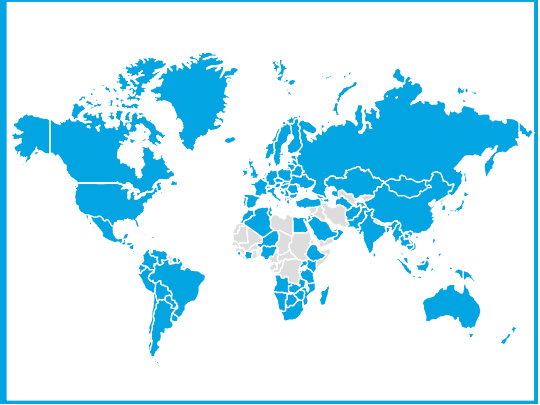


EXPATRIATES

Egypt

Tax facts for International Assignees



INCOME TAX: WHO IS LIABLE

Individuals are subject to tax in Egypt for income recognized in Egypt, or income recognized outside Egypt where Egypt is the main place of his/her activities.

Employees who receive their income from nonresident payers for work performed outside of Egypt are not subject to tax in Egypt.

Individuals are residents of Egypt for tax purposes if:

- Egypt is their place of habitual abode.
- The individual is resident in Egypt for a period more than 183 days in a 12 months period.
- An individual receives his/her income from an Egyptian Employer/charged to Egyptian entity.

INCOME TAX RATES

A new amendment to the income tax law had been issued in May 2020, which introduced a complete change to the way salary taxes are calculated using the various brackets of gross salary/income, effective 1 July 2020.

The taxes rate is a progressive rate from 0 to 25% depending on the taxable income.

Salary Tax Rates:

	Net taxable income Less than EGP 600,000 per year	Net taxable income between EGP 600,000 to EGP 700,000 per year	Net taxable income between EGP 700,000 to EGP 800,000 per year	Net taxable income between EGP 800,000 to EGP 900,000 per year	Net taxable income between EGP 900,000 to EGP 1,000,000 per year	Net taxable income more than 1,000,000 per year
Zero %	From L.E. 1 to L.E. 15,000					
2.5%	L.E. 15,000 to L.E. 30,000	L.E. 1 to L.E. 30,000				
10%	L.E. 30,000 to L.E. 45,000	L.E. 30,000 to L.E. 45,000	L.E. 1 to L.E. 45,000			
15%	L.E. 45,000 to L.E. 60,000	L.E. 45,000 to L.E. 60,000	L.E. 45,000 to L.E. 60,000	L.E. 1 to L.E. 60,000		
20%	L.E. 60,000 to L.E. 200,000	L.E. 60,000 to L.E. 200,000	L.E. 60,000 to L.E. 200,000	L.E. 60,000 to L.E. 200,000	L.E. 1 to L.E. 200,000	
22.5%	L.E. 200,000 to L.E. 400,000	L.E. 200,000 to L.E. 400,000	L.E. 200,000 to L.E. 400,000	L.E. 200,000 to L.E. 400,000	L.E. 200,000 to L.E. 400,000	L.E. 1 to L.E. 400,000
25%	Over L.E. 400,000	Over L.E. 400,000	Over L.E. 400,000	Over L.E. 400,000	Over L.E. 400,000	Over L.E. 400,000

SOCIAL INSURANCE

Social insurance applies to Egyptian nationals in full-time employment, unless a social security agreement/treaty provides otherwise. Employees pay a portion of their wages through employer withholding, in addition to another portion borne by the employer.

Amount	Employer %	Employee %
Insured salary (the maximum limit of the salary subject to social insurance is L.E. 9,400 per month, and the minimum limit of the salary subject to social insurance is L.E. 1,400 per month). (*)	18.75	11

For further information and to register for future updates contact expat@bdo.global

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