

# INHERITANCE AND WEALTH TAX



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# TABLE OF CONTENTS

- 1.- Introduction
- 2.- Systems in France
- 3.- Systems in Spain
- 4.- Systems in Hungary
- 5.- Systems in ESSCALAND
- 6.- References

CONTENTS

# WHAT IS INHERITANCE TAX?



- Is a tax imposed by certain states on those who are bequeathed or **receive assets from the estate of a deceased person**. On the state in which the decedent lived or owned property, the value of the inheritance, and the beneficiary's relationship to the decedent.
- Inheritance tax is known in some countries as a "**death duty**" and is occasionally called "the last twist of the taxman's knife."

# WHAT IS WEALTH TAX?



- It's a tax on an entity's holdings of assets. This includes the total value of **personal assets**, including cash, bank deposits, real estate, assets in insurance and pension plans...
- They are usually **progressive systems**.
- **France, Portugal** and **Spain** are three countries that currently charge a wealth tax.





# **System in France**

# INHERITANCE TAX

is one of the many complex taxes of France.

This tax is subject to an allowance ranging from €100,000 to €1594

But whether it's the tax rate or even the subscription, your situation is different depending on the relationship with the dead person

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# Deduction

You are	The amount of the deduction you are entitled to is
The spouse of the deceased	You are exempt from inheritance tax
The partner of the deceased	You are exempt from inheritance tax
An ascendant (parent, grandparent) or a child of the deceased	€100,000
The grandchild of the deceased	1 594 € in the absence of any other deduction
The great-grandchild of the deceased	1 594 € in the absence of any other deduction
The brother or sister of the deceased	15 932 € except in case of exemption between brothers and sisters
The nephew or niece of the deceased	7 967 €.
A disabled person	159 325 € (this deduction is cumulative with any others)
Another person	1 594 € in the absence of any other deduction.

# Tax rate

After deduction, your inheritance is	Tax rates
Less than € 8,072	5%
Between €8,072 and €12,109	10%
Between €12,109 and €15,932	15%
Between 15 932 € and 552 324 €	20%
Between 552 324 € and 902 838 €	30%
Between €902,838 and €1,805,677	40%
More than €1,805,677	45%

# WEALTH TAX

## Taux pour un patrimoine net taxable :

- entre 0 et 800 000 € : 0 %
- entre 800 000 € et 1 300 000 € : 0,5 %
- entre 1 300 000 € et 2 570 000 € : 0,7 %
- entre 2 570 000 € et 5 000 000 € : 1 %
- entre 5 000 000 € et 10 000 000 € : 1,25 %
- au-delà de 10 000 000 € : 1,5 %



**System in Spain**

# INHERITANCE TAX

- Is one of the **main taxes** paid in Spain.
- It's a **progressive tax** paid by the individual who receives an inheritance from a friend or relative; being a property, money or any other kind of asset.
- You won't receive the inherited asset/s until you **pay the amount required**. For that, you will have **6 months** with the possibility to request an extension.
- This tax really **depend on the region** or Autonomous Community you are in.

- With an Inheritance up to €7,993, you will pay a 7.65%
- From €7,993 to €31,956: 7.65 to 10.2%
- Inheritance from €31,956–€79,881: between 10.2 and 15.3%
- From €79,881–€239,389: you must pay between 15.3 and 21.25%
- €239,389–€398,778: a 25.5%
- €398,778–€797,555: a 29.75%
- And, finally, above €797,555: a 34%

# DIFFERENT GROUPS

WHERE THE EXACT ALLOWANCE VARIES

Is a **tax** that both residents and non-residents **must pay on their assets**.  
It was reintroduced during the financial crisis in the country in 2011.

## WHAT ASSETS WILL BE TAXED?



Real estate properties, savings, cars, jewelry, pieces of art (even though there are some exemptions here), boats and other investments.



Household contents except the mentioned before (like art), shareholdings on family companies, commercial assets, intellectual property rights, pension rights, etc.

## Progressive tax

# Which are the exact percentages for the wealth tax?

Settlement basis Up to euros	Fee Euros	Other net base up to euros	Applicable rate Percentage
0,00	0,00	167.129,45	0,2
167.129,45	334,26	167.123,43	0,3
334.252,88	835,63	334.246,87	0,5
668.499,75	2.506,86	668.499,76	0,9
1.336.999,51	8.523,36	1.336.999,50	1,3
2.673.999,01	25.904,35	2.673.999,02	1,7
5.347.998,03	71.362,33	5.347.998,03	2,1
10.695.996,06	183.670,29	En adelante	2,5

The image features the national flag of Hungary, which consists of three horizontal stripes of red, white, and green. The flag is depicted with a wavy, flowing texture. In the center of the white stripe, the text "System in Hungary" is written in a bold, black, sans-serif font.

# **System in Hungary**

# Inheritance tax

- 0%
- if the decedent is blood relative or spouse
- BUT if not
- usually 18% ( for real estates 9%)
- up to 300.000 Ft value of goods 0%
- if you want to sell the real estates in 5 years  
you have to pay extra fees

# Wealth tax

0%



# ESSCALAND



ESSCA

SCHOOL OF MANAGEMENT

# Inheritance tax

0% if the deceased is a blood relative or spouse  
if you are not:

**Inheritance:**

*less than 10.000 esscoin*

*10.000-50.000 esscoin*

*50.000-200.000 esscoin*

*more than 200.000 esscoin*

**The tax you have to pay:**

**3%**

**5%**

**10%**

**15%**



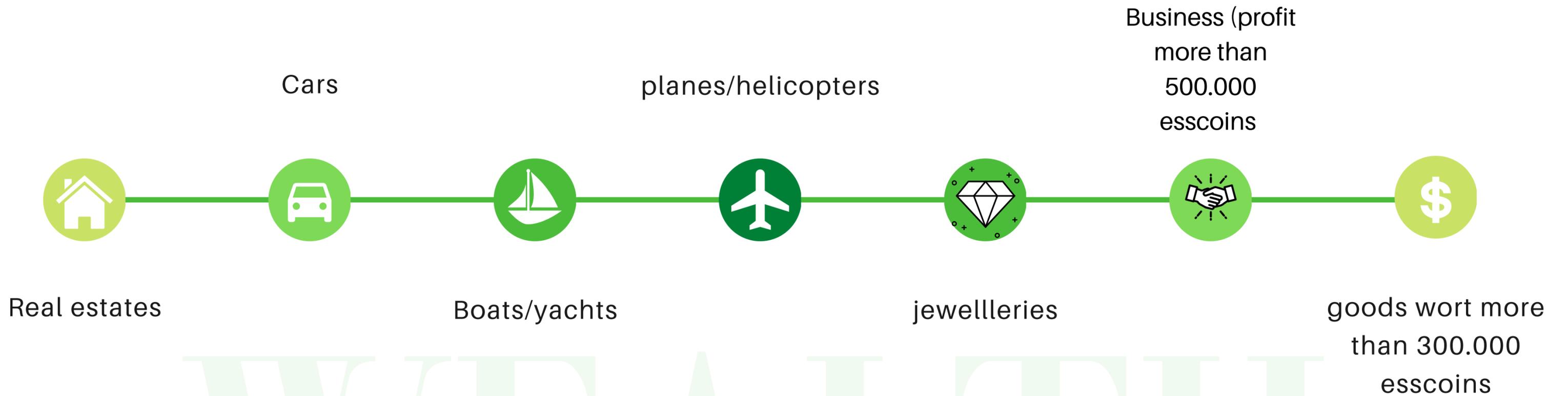
ESSCA

SCHOOL OF MANAGEMENT

INHERITANCE

# WEALTH

## What does the wealth contain?



# Wealth tax

Exception: the  
real estate that  
the person uses  
for living  
(maximum 2)

The amount of wealth you have:	The tax you pay:
<i>Less than 1.000.000 esscoins</i>	<i>0,2%</i>
<i>1.000.000-10.000.000 esscoins</i>	<i>0,5%</i>
<i>10.000.000-50.000.000 esscoins</i>	<i>0,9%</i>
<i>50.000.000-150.000.000 esscoins</i>	<i>1,2%</i>
<i>More than 150.000.000 esscoins</i>	<i>1,5%</i>



WEALTH

# References

<https://www.forbes.com/advisor/investing/what-is-a-wealth-tax/>

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# THANKS

If you have any question?