

French Tax Rates 2010

Income Tax Scale applicable to 2009 Income

Impôt sur le revenu

Band of Income (€)		Tax Rates (%)	
Up	to	5,875	0.00
5,875	to	11,720	5.50
11,720	to	26,030	14.00
26,030	to	69,783	30.00
In excess of		69,783	40.00

Pensions and salaried income receive an allowance of 10% up to a maximum of €3,606 for pensions and €13,948 for salaried income. There is an age allowance for those over 65 with an income lower than €22,590. The above is then divided into the number of "parts" of the household, further reducing your income tax liability.

2010 Wealth Tax Scale and Limit

Impôt sur la fortune

On value of estate on 1st January, payable in June

Taxable Wealth (€)		Tax Rates (%)	
Up	to	790,000	0.00
790,000	to	1,290,000	0.55
1,290,000	to	2,530,000	0.75
2,530,000	to	3,980,000	1.00
3,980,000	to	7,600,000	1.30
7,600,000	to	16,540,000	1.65
In excess of		16,540,000	1.80

There are allowable deductions for wealth tax, one of the main ones being 30% of the value of your principal residence.

Capital Gains Tax

Impôt sur les plus-values

Investment sales below the value of €25,830 need not be declared for. Above this level, the sale must be declared and any gain is generally taxed at 18% (excluding social charges). Where chargeable, property is taxed at 16% for EU citizens and 33½ for non EU citizens.



4 rue Clemenceau, BP7, 83570 Cotignac

Tel: 04.94.37.29.40

Fax: 04.94.80.83.92

Email: info@kentingtons.com

Web: www.kentingtons.com

Inheritance Tax Rates

Droits de succession

Applicable from 1 January 2009 the bands and allowances will be indexed for inflation. The rates shown are per beneficiary.

Between Spouses

Further to the Loi No. 2007-1223 from 22 August 2007 transfers between spouses or members of a PACS agreement are no longer subject to French inheritance tax on the death of a partner. However, inheritance tax on lifetime gifts remains and the following rates apply, after a tax-free allowance of €79,533:

Band of Value (€)		Tax Rates (%)	
Less than		7,953	5.00
7,953	to	15,697	10.00
15,697	to	31,395	15.00
31,395	to	544,173	20.00
544,173	to	889,514	30.00
889,514	to	1,779,029	35.00
In excess of		1,779,029	40.00

Between Parents and Children

Band of Value (€)		Tax Rates (%)	
Less than		156,974	0.00
The next		7,953	5.00
7,953	to	11,930	10.00
11,930	to	15,697	15.00
15,697	to	544,173	20.00
544,173	to	889,514	30.00
889,514	to	1,779,029	35.00
In excess of		1,779,029	40.00

Grand-Parents (€)

The gift tax allowance for a lifetime gifts from a grand-parent to a grandchild is €31,395. It is fixed at €5,232 for lifetime gifts made by a great-grandparent.

Between siblings (€)

Less than	*15,697	0%
The next	24,069	35%
Over	24,069	45%

* Where the siblings were living together 5 years before death and the deceased was disabled, the tax free allowance increases.

Between other relatives (to 4th degree) (€)

Less than	7,849	0%
Over	7,849	55%

Between unrelated persons (€)

Less than	1,570	0%
Over	1,570	60%

This information was current as of 24th December 2009

Kentingtons SARL RCS 500 163 282 DRAGUIGNAN,

Conseiller en investissements financiers, référencé sous le numéro F000116 par CIF-CGPC, association agréée par l'Autorité des Marchés Financiers

ORIAS 08038951 Garantie Financière et Assurance Responsabilité Civile Professionnelle Conformes Aux Articles L 512-6 et 512-7 du Code Des Assurances

The information contained in this document is for information purposes only and should never be acted upon without professional advice.

Kentingtons can accept no responsibility whatsoever for losses incurred by acting on the information contained within this document.