

BAHAMAS INVESTMENT INCENTIVES ACT

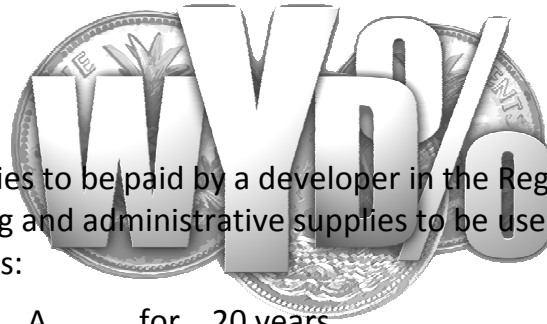
INVESTMENT TYPE

Any investor who wants to develop an island or zone in the four (4) Regions of The Bahamas through manufacturing, industrial, tourist or other enterprises. The Regions are:

Region A	New Providence Spanish Wells St. George's Cay incl. Russell Is. Cat Cay Walker's Cay Spanish Cay	Region C	Andros Berry Islands Exuma Inagua San Salvador Long Island
Region B	Abaco (Mainland) Eleuthera & Cays Harbor Island Bimini Man-o'-War Cay Green Turtle Cay Elbow Cay Guana Cay Grand Bahama excl. Port Area)	Region D	Acklins Cat Island Crooked Island Current Island Gorda Cay Grand Cay Long Cay Mayaguana Moore's Island Ragged Island Rum Cay Sweeting's Cay Water Cay

Every precaution has been taken to provide accurate information. www.bahamastaxesonline.com and its advertisers assume no responsibility for errors or omissions contained herein. Nor is any liability assumed for damages resulting from the use of this information. Information last updated: July 2010

What's Your Duty% 2010/11 Digest



CONCESSIONS

1) No Customs duties to be paid by a developer in the Region on the importation of manufacturing and administrative supplies to be used in the Region for the following periods:

- Region A for 20 years
- B for 30 years
- C for 50 years
- D for 60 years

2) No Real Property tax to be paid by a developer in the Region for the following periods:


- Region A for 15 years
- B for 30 years
- C for 40 years
- D for 50 years

3) No Stamp tax or other taxes on business remittances to be paid by banks in the Regions on remittances outside The Bahamas on behalf of a developer or licensed business operators for the following periods :

- Region A for 20 years
- B for 75 years
- C for 85 years
- D for 95 years

4) No direct tax on or against the earnings of a developer or licensed business operators that are derived from the development or the business enterprises in the Region for the following periods:

- Region A for 20 years
- B for 30 years
- C for 40 years
- D for 50 years



5) No fees to be paid by a developer for licenses to establish, operate or carry out the development for the following periods:

- Region A for 20 years
- B for 30 years
- C for 40 years
- D for 50 years

6) The developer has the right to charge and collect harbor dues, pierage and wharfage and other fees associated with the use of the port developed by the developer for the following periods:

- Region A for 20 years
- B for 30 years
- C for 40 years
- D for 50 years

7) No Excise tax to be paid by businesses licensed by a developer in the Regions. The length of time of this concession is tied to the length of concession given to the developer that licensed the business.

8) No Customs duties to be paid by licensed business operators on manufacturing supplies for any manufacturing purpose in the Regions for the following periods:

- Region A for 20 years
- B for 30 years
- C for 50 years
- D for 60 years

9) Any person doing business in any part of Region D, whether or not licensed by the developer, can enjoy all the tax concessions of a licensee of the Region.

LIMITS TO CONCESSIONS

1) Developers and business owners who are operating under this Act cannot also benefit from tax concessions under the following laws:

Every precaution has been taken to provide accurate information. www.bahamastaxesonline.com and its advertisers assume no responsibility for errors or omissions contained herein. Nor is any liability assumed for damages resulting from the use of this information. Information last updated: July 2010



Out Island Utilities Act
Agricultural Manufactories Act
Hotels Encouragement Act
Customs Management Act
Tariff Act
Industries Encouragement Act
Export Manufacturing Act
Spirits and Beer Manufacture Act

- 2) In order to take advantage of the tax concessions, developers must be registered under this Act.
- 3) In order to take advantage of tax concessions in the Regions, business owners and operators (except those in Region D) must be licensed by a developer in the Region.
- 4) Developers must enter into a performance bond with the Comptroller of Customs.

CONTACT AGENCY

Bahamas Investment Authority, Office of the Prime Minister