

### **Incentives investment:**

\* Applying zero tax rate on declaration in come due to manufacturing and mining activities of non-governmental legal entities as well as hospitals, hotels, tourism residential centers for five years and in less developed regions for ten years (Article 132 of direct tax law).

\* Adding one year to the tax exemption of article 132 for an annual increasing of at least 50 percent of employed work force for manufacturing and service unite and other relevant centers with more than 50 employed workforces (clause B of direct tax law).

\* calculation of 50 percent tax of the years after tax exemption period article 132 of direct tax low at the zero rate as long as the total taxable income in the areas other than the less developed regions was equal to the amount of capital registered and paid (clause c of Direct Taxes low).

\* granting tax incentives to investment made with foreign investor participation (clause of Article 132 of Direct Taxes low)

\* Grating 50 percent tax exemption to foreign companies which through contract with Iranian manufacturing units are producing with valid brand name in Iran (clause kh of Article 132 of Direct Taxes low).

Granting tax exemption equivalent to the research cost of private legal entities and cooperative in manufacturing and industrial units up to 10 percent of declared tax (clause C Article 132 of Direct Taxes low).

\* Granting tax exemption to persons who product cash for finance project and working capital of manufacturing enterprises in the form of cooperative contracts. Equivalent to expected minimum interest of cooperative contract (clause 138 of Direct Taxes low).

\* exclusion of tax for stocks which their taxes haven't been paid up to the date of entry into force of the recent amendment of direct taxes in case of transferred to capital account (Article 108 of Direct taxes law).

\* Tax exemption of registered capital of merged or combined companies from the payment 0.5 in thousand stamp tax (Articles 48 and 11 of Direct taxes law)

## **2: support the cooperative sector**

\* discount on the rate tax for conventional cooperative unions and Cooperative generic companies at the rate 25 percent (proviso 6 of Article Direct tax law).

\* 10 percent tax exemption from income of the Agricultural development support fund, rural and nomadic, the fishermen, laboring, employee, university student and pupils' cooperative companies and their unions (Article 133 of Direct Taxes law).

\* Revenue exemption of handmade carpet workshops, handicrafts and cooperative companies and related unions from income tax (Article 142 of Direct Taxes law).

## **3. Support of less developed areas.**

\* Forgiveness of percent tax on employees' salaries in less developed regions (Article 92 of Direct taxes law)

\* calculation of tax after exemption period under Article 131 of Direct taxes law at zero rate until total taxable income in less developed regions, the double of capital is registered and paid (clause of c Article 132 of Direct Taxes law).

\* Tax exemptions proceeds from nonprofit school education, free technical and vocational schools, universities and nonprofit higher education centers and kindergartens in less developed regions and villages and income from mentally and movement handicapped maintenance institutions for taking care of handicapped people and income of sport club and licensed sport institutions by physical education organization proceeds from exclusively sport activities exclusively (Article 134 of Direct Taxes law).

#### **4. support of stock exchange**

\* 10 percent exemption from income tax on accepted companies income in domestic or foreign stock exchange and percent from income tax on accepted companies income out of domestic foreign stock exchange market (Article 143 of Direct Taxes law).

Tax exemption stock sale or stock priority in exchange or out of exchanges markets (proviso Article 1er of Direct Taxes law).

#### **5. support of agricultural sector:**

\* tax exemption for gained income of all agricultural, animal husbandry and livestock activities (Article 81 Direct Taxes law)

#### **6. Support of exporter**

Applying the zero tax rates to 100 percent of exporting of non-oil products income and income of service and agricultural products and 20 percent of the proceeds from the export of raw materials, (Article 141 of Direct taxes law).

## **7: support of industrials towns and special economic zones:**

Increasing the calculation period of tax rate at zero rate for economical units under article 132 of Direct taxes law in industrial towns or special economic zones for 7 years and in the less developed areas for three years (clause Article 132 of Direct taxes law).

## **8. Support of the tourism industry:**

\* 50 percent tax exemption of income tax for tourism and Iranian tourist Institution in for 6 years (clause R of Article 132 Direct Taxes law).

\* Applying zero rate tax on declaration income of travel agencies and pilgrim which has been gained from place of attraction of foreign tourists or sending pilgrims to Saudi Arabia or Iraq and Syria (clauses Article 132).

## **9. Other supports**

Thou sent percent exemption for rental properties income for owner's Residential Department more than 3 rental units that was built or will be built with observing of the consumption pattern of housing (proviso 11 of Article 53 of Direct taxes law).

\* Income tax exemption for publishing, press, Uranic, cultural and artistic activities (claws L of Article 132 of Direct taxes law).

\* Applying the zero tax rate to the proceeds of exports of various goods Changes that enter Iran caressingly (transit) and export them without any changes in the nature or doing anything's on it (clauses 141 proviso 1 of direct Taxes law).

\* Tax exemption of interests and rewards belong to various deposit and Saving accounts in Iranian banks and Authorized non-banking credit institutions as well as interest and rewards belongs to Bonds (clauses 2,5 of article 145 of Direct Taxes law).

## **Industrial town**

### **Encouragements:**

1. Article 6 instruction of utilization of Building and town's installation and industrial regions in 1396

According to the amount of portion of war veterans, knowledge-based elites, inventors, foreign investors of export consortium (with reduced confirming organization). 50 percent reduced from the cash amount of received contract and added it to their installments and the number of received.

Installments utmost 16 trimester Installments (totally a month ) and otherwise they can use 10 percent immunity of total amount of contract .

2. proviso 4 of article 19 instruction of utilization of building and towns installations and industrial region in 1396.

The company is obligated to deduct 10 percent of the cash of the cooperative companies and add to their installments.

3. article 20 instruction of the utilization of building and towns industrial and installations regions in 1396.

If the party's contract does before due utilization according to the following condition. company is obligated to return 10 percent of total amount of contract and early promissory notes :

1. Present building permission and certificated of completion of work.
2. Paying installment on time.
3. Restoration of promissory note on time if production unit be active.
4. Converting the arena to occupation Level based on construction criteria.
5. article 21 instruction of utilization of building and towns installations and industrial regions in 1390.

Considering to be economical and check of justification report, technical and economic aspects to major arena and wide arena with the opinion of official expert of judiciary, after confirmation of company's technical field and approval of board of directors, There is discount up to 10 percent at the begging of the contract

5. Article 9 instruction of utilization of building and twons installations and industrial regions in 1396.

Board of Directors are authorize to allocate right to utilize of required land up to 2000 square meter for the construction of power plants in the industrial towns and regions based on puport of agreement between the ministry of energy and ministry of mine, industry in 7/23/1387 and its addendum is conditional on supplying of gas and by producing each megawatt of electricity, free utilization about 100 square meter its surplus is also calculated by having a license from ministry of energy and affiliated companies equivalent to the day price.

6. Land is assigned with applying 50 percent decent on operating price in the direction of balanced industrial development and the

support of investors and enter pruners in less developed regions and industrial towns.

7. The right to use building and infrastructure installation is cash and installment. Considering to the benefit of the company the minimum cash portion of contract of the right to use can be received in less developed industrial regions and towns 10 percent cash and the rest in 12 trimester installments.

8. Tax exemption for manufacturing activities is 7 years in high industrial towns and region and 13 years in the less once.

- \* Benefits of establishing industries in industrial towns and regions.

- \* providing suitable land for implementation of industrial projects with regard to location and accomplished design in accordance with the technical and engineering principles and the latest town construction method.

- \* no need to obtain a separate license from the departments and various organizations such as registry, department of environment, natural and resource, cultural, heritage, Work and social affair , road and transportation, .....

- \* **Exclusion from municipal law**

- \* Providing suitable condition for creating network and clusters related on to industry and industrial towns and regions.

- \* Easy and quick access to such facilities as road, water, electricity gas, industrial waste water, tele communications internet.

- \* use software services (consulting, technical, engineering, managerial) technology services and business centers.

Present free service in the field of certificated of completion of work.

- \*reduce investment costs due to the of organized corporate services

- \* The possibility of venting and purchasing prefab small work shop.

- \* Assignment management of industrial companies and regions to the board of trustees that owners of industry elected.
- \* Payment the right to use of installations by installments
- \* enjoy banking facilities for equipping, developing and complete industrial units from agreement concluded between small industries organization and operating bank.
- \* tax exemption for manufacturing units for 7 years in high industrial towns and regions and 13 years in less industrial towns and regions.