



In the first quarter of 2022, Romania's economy surprised on the upside with a 5.2% real GDP growth rate. Business confidence in Romania is at the highest level in the last 4 years due to robust economic growth prospects and to the recovery of investment and consumption.

According to the World Bank's Doing Business Report, Romania is ranked 55th ahead of Italy, Bulgaria, Luxembourg or Greece. The overall paying taxes ranking of the country has been improving and is the second best among the regional peer countries.

From a tax perspective the standard corporate income tax rate of 16% remained constant over the last 17 years. It is also one of the lowest in Europe, well below the EU27 average of 20.71%.

The current withholding tax rate in Romania is 5%.

In general, the dividends paid are non-taxable if the beneficiary of the dividend had a minimum holding of 10% in the share capital of the distributing company, for an uninterrupted period of at least 1 year.

Non-residents may be eligible for a reduced rate under DTTs (double tax treaty).

More info on Invest Romania's website: <http://investromania.gov.ro/>