

WHY CYPRUS

12 MAY 2025

Moving Your Business to Cyprus: Unlocking Tax Benefits, Reduced Costs, and More

In today's globalized economy, businesses are constantly seeking locations that offer strategic advantages, cost savings, and a supportive environment for growth. Cyprus has emerged as a top destination for entrepreneurs and companies looking to relocate or expand their operations. At Xlence Services Ltd, we guide businesses through every step of moving to Cyprus, helping them unlock the island's many benefits.

Why Cyprus?

Cyprus is not just a beautiful Mediterranean island—it's a thriving business hub with a pro-business government, modern infrastructure, and a high quality of life. Here are some of the key reasons why more businesses are choosing Cyprus:

1. Attractive Tax Benefits

Cyprus offers one of the most competitive tax regimes in Europe, making it highly attractive for businesses of all sizes. Key tax advantages include:

- Corporate tax rate of just 12.5%, one of the lowest in the EU
- No tax on dividends received from abroad (subject to conditions)
- No tax on profit on disposal of investments in shares
- No capital gains tax (except on the sale of immovable property in Cyprus)
- Extensive network of double tax treaties with over 60 countries
- Favourable intellectual property (IP) regime
- Non Domiciled status which exempts individuals from tax on dividends and interest
- Expatriate tax incentives, including significant tax exemptions for new residents and high-earning professionals relocating to Cyprus.
- Attractive personal income tax rates, with the first €19,500 of annual income tax-free.

These incentives allow businesses as well as individuals to maximize profits and reinvest in growth.

2. Reduced Cost of Living and Operating Expenses

Compared to many Western European countries, Cyprus offers a significantly lower cost of living and doing business. Office space, utilities, and professional services are more affordable, while employees enjoy a high standard of living at a lower cost. This means your business can operate more efficiently and attract top talent.

3. Strategic Location and Access to Markets

Situated at the crossroads of Europe, Asia, and Africa, Cyprus provides easy access to major markets. Its EU membership ensures seamless trade within the European Union, while its proximity to the Middle East and North Africa opens additional opportunities.

4. Business-Friendly Environment

Cyprus boasts a transparent legal system based on English common law, efficient company registration processes, and a highly skilled, multilingual workforce. The government actively supports foreign investment and entrepreneurship, making it easy to set up and run your business.

5. Quality of Life

Beyond business, Cyprus offers a safe, family-friendly environment, excellent healthcare and education, and a warm Mediterranean climate. This makes it an ideal place not only to work, but also to live and thrive.

How Xlence Services Ltd Can Help

Relocating your business to Cyprus involves careful planning and expert guidance. Xlence Services Ltd. offers comprehensive support, including:

- Corporate and personal tax structuring
- Company formation and registration
- Tax planning and compliance
- Legal and regulatory advice
- Assistance with banking, accounting, and payroll
- Guidance on residency and work permits

With over 25 years of experience and a commitment to personalized service, we ensure a smooth transition and help you make the most of Cyprus’s advantages.

Start Your Cyprus Journey Today

Moving your business to Cyprus can unlock new opportunities for growth, efficiency, and success. Contact Xlence Services Ltd at info@xlenceservices.com to learn how we can help you take the next step and benefit from all that Cyprus has to offer.