

ROC Taiwan Income Tax Withholding Rate

Tax Rate							
Federal Income Tax	Other Income Tax	VAT/GST/Sales Tax	Dividends (Tax resident)	Interest (Tax resident)	Royalties (Tax resident)	Professional Technical Services (Tax resident)	Commission (Tax resident)
Income tax		Value Added Tax	Dividends (Non resident)- Note	Interest (Non resident)	Royalties (Non resident)	Professional Technical Services (Non resident)	Commission (Non resident)
25% for 2009; 20% for 2010 onward		5%	Non	10%	10%	10%	10%
			20% - 30%	20%	20%	20%	20%

Note: The ROC's withholding tax rate on dividends to a non-resident is 20%, but the dividend withholding rate is 30% for non-resident individuals and 25% for non-resident enterprises for investments not approved under the Statute for Investment by Overseas Chinese or the Statute for Investment by Foreign Nationals. However, with respect to dividends, interest, and royalties, reduced withholding tax rates ranging from 5-15% are provided for by treaty. Please note that the distribution of net profit of a branch office is not subject to income tax withholding.