

### Expatriates' tax honeymoon ending soon

Are you ready for a salary cut? Like it or not, all expatriates in China will soon lose the tax benefit for three allowances. Their housing rental, child education and language training allowances will cease to be exempted from China individual income tax (IIT) on 31 Dec. 2021 – instead they will be replaced by six other deductions which are unfortunately capped at a very low level. From then on, the IIT benefit for annual bonus will also end for all tax residents, including expatriate staff in China. These changes will mean a drastic cut to take-home pay to expatriate employees, and a surge in payroll cost to employers.

# Tax honeymoon for expatriates ending on 31 Dec 21

Wednesday, 10 March 2021

16:00~17:00 (China time) 9:00~10:00 (CET time) Webex webinar (English)

**Register Here** 

In this webinar, WTS China (tax specialist) and Bird & Bird (legal specialist) will share with you some case analysis, and guide you on the planning for these changes, from China legal and tax perspectives.

To register, please click the "Register Here" button. Seats are limited (complimentary, no fee involved).

Speakers:





#### Ying Wang | Partner

20 years' experience across the full range of employment issues, including China labour and social insurance regulatory matters, mass layoffs, labour disputes, M&A-related matters, crossborder employment, and day-to-day corporate labour issues.

## **wts**China



#### Ened Du | Senior Manager

12 years' experience in China tax advisory for companies doing business in China, especially in employment issues, customs issues, permanent establishment, cash repatriation and tax compliance matters.