



## TAX INFORMATION NOTE - SPAIN

**FOYER GROUP**

The following general information on taxation is intended for natural persons fiscally resident in Spain. The information herein is without prejudice to future changes in legislation during the life of the contract. It does not take into account the particular features of individual situations. We therefore recommend that you seek advice from an independent legal and fiscal advisor, who will take into account your personal situation.

Our products are designed for specific countries and the features of each product are based on the Law and Regulations of a specific country. It is important to check if all characteristics of your insurance contract, in particular the level of death coverage, and as a consequence its tax treatment comply with the law and regulations of your country of habitual residence.

The taxation applicable to the insurance contract is generally that of the country of your habitual and fiscal residence.

**You or the beneficiary or the legal taxpayer are solely responsible for declaring and paying all required taxes or making any other required declaration with regard to this insurance contract.**

### Insurance Premium Tax

Premiums paid into a life insurance contract are currently not subject to tax.

### Taxation of the maturity benefit or surrenders, paid to the policyholder

Upon any surrender arising out of the insurance contract the income is taxed, only at the time of the payment, at the rate applicable at 19% (capital gains ≤ EUR 6,000), 21% (EUR 6,000 – EUR 50,000), 23% (EUR 50,000 – EUR 200,000) or 26% (> EUR 200,000). The tax withholding is 19% of the difference between the amount surrendered and the proportion of the premium paid relative to the amount surrendered and is directly paid to the tax authorities.

The policyholder is solely responsible for the reporting and payment of tax obligations exceeding the minimum tax base and tax rate.

### Taxation of the death benefit

As a general principle, claims and payments from unit-linked life insurances are subject to inheritance tax if they are acquired by reason of the policyholder's death (i.e. where the policyholders is the insured person) and to gift tax if the insured person is different from the policyholder.

### Wealth tax

Please note that a wealth tax at a federal rate of 0,2% to 3,5% is applicable. The precise application of the wealth tax depends on the autonomous region where one lives. The value of this insurance contract on 31 December of the year in question should be considered in calculating the wealth tax payable, if any. The policyholder is responsible for declaring and paying a wealth tax.

### Fiscal impact of influence on the investments

Taxation of the insurance contract can be negatively impacted if the policyholder takes part in the choice of any specific assets underlying the insurance contract (e.g. applicability of annual taxation of any investment income generated by the underlying assets of the contract according to article 14.h of the Law 35/2006 "Ley 35/2006 de 28 noviembre, del impuesto sobre la renta de las personas físicas y de modificación parcial de las leyes de los impuestos sobre sociedades sobre la renta de no residentes y sobre el patrimonio").

### Tax declaration

According to Law 7/2012 of 29 October 2012, policyholders of life insurance contracts taken out with an insurance company located in any country different from Spain must inform the Spanish Tax Administration about the existence of such contracts. As WEALINS S.A. will inform the tax administration of the contract for Spanish residents, by means of model 189 of the "Agencia Tributaria", according to the FAQ of the "Agencia Tributaria", this relieves the resident in Spain of the obligation to provide the same information through model 720 "Informative tax return on goods and rights located abroad".  
Nothing herein shall be deemed to constitute an offer of insurance or investment. Our knowledge and belief the information in this fact sheet is true and correct as of December 2020. Nevertheless any information included in this presentation is subject to modifications of the product, as well as amendments to the applicable insurance and tax regulations. This presentation is solely for general information purposes.