



# PanaManagement Corporation

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## LAW No. 21 OF APRIL 15, 2008 Amending the Law 6 of 2005, regarding Tax Holidays

### THE NATIONAL ASSEMBLY OF PANAMA REPUBLIC GRANTED:

**Article 1:** The article 81 of the Law No. 6 of 2005 is hereby amended as follows:

“Article 81: The improvements for which a Construction Permit was issued as of September 1, 2006 are exempt from the payment of the Real Estate Tax from the date of registration of the improvements, based on the following table:

1. Improvements for residential use:

Value of the Improvements	Years of Exemption
Up To US\$100,000.00	15
More than US\$100,000.00 up to US\$250,000.00	10
More than US\$250,000.00	5

2. Other Improvements:

Value of the improvements	Years of Exemption
Any value	10

The improvements for which construction permits will be issued before July 1, 2009 will get a 20 year exemption from the payment of the Real Estate Tax, as long as the registration of the improvements in the Public Register is filed before December 31, 2011.

The exemptions referred to in this Article will be granted from the date of registration of the improvements or the occupancy permit, whichever occurs first.”

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**Article 2:** The article 58 of the Law 22 of 2006 is hereby amended as follows:

“Article 58. Procurements approved by the Social Investment Fund. The contracts approved by the Social Investment Fund will be excluded from the application of the present Law until December 31, 2009.”

**Article 3:** This Law is of public order and social interest, and has retroactive effect.

**Article 4:** This Law modifies the article 81 of the Law 6 of February 2, 2005 and article 58 of the Law 22 of June 27, 2006.

**Article 5:** This Law comes in to effect from the date of its enactment.

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