

FREE ZONES INCENTIVES

Law 8-90 of incentive for the free zone grants the free zone companies with a 100% of exemption for a 15 years term over the following:

- Income tax payment
- Payment of taxes over construction, loan contracts over register and transfer of real states through construction of the correspondent Free Zone Operator.
- Tax payment in the constitution of commercial societies or their capital increase.
- Municipality tax payment.
- All import, tariff, customs rights and other taxes affecting raw material, equipment, construction material, buildings, office equipment, etc. all destined to build, or operate in the free zone.
- All export and re export existent taxes
- Taxes and patents of archives or patrimonies, as well as tax over transfer of industrial goods and services.

CONSULAR TAXES

- Payment of import taxes related equipment and necessary tools for the installation and operation of economical dining rooms, health services, medical assistance, nursery, and any other kind of equipment promoting the welfare of the labor.
- Payment of import of transport equipment, trucks, garbage collectors, minibuses for the employees transport from and for the work centers, previous approval of the CNZFE in each case.
- The free zones located in the frontier might receive special incentives in addition to the above mentioned.

INTERNATIONAL INCENTIVES

Dominican Republic is member of the Commerce World Organization and has some preferred treatments. The country also has access to United States through the CBI and the Preferred Generalized System SGP.

For those products that does not qualify within the CBI, United States established a special access program for the countries of the Caribbean Basin, best know as 807 (9802.00.80) such program allows limited reduction taxes to the North America market of confections assembled in the Caribbean Basin with material produced and cut in the United States.

Dominican Republic is also part of the Lome Convention (Cotonu) which allows preferred access to the European market.