

February 12th, 2019

Amendments to the UK-Israel Double Tax Treaty

BREAKING NEWS FOR UK EXPATS WHO ARE WITHIN THE 10-YEAR TAX HOLIDAY



A protocol was recently signed between the UK and Israel (signed 17.1.2019), introducing amendments to the treaty, but these are not yet effective until formally approved by the respective governments.

Whilst there are a number of changes of interest, one that will no doubt be of much interest is the proposal that pensions and other similar-type remunerations will be taxed only in the country of residence. Thus, once the amendments come into force, ex-UK pats who receive pensions from the UK during the 10-year tax exemption period in Israel, will not be subject to taxes thereon until the expiry of the exemption period.