



BUILDING A GROWTH-FRIENDLY TAX ENVIRONMENT

# **The 10th Tax Administration Theme Day Event: Portuguese-speaking Jurisdictions 16 October 2025**



BUILDING A GROWTH-FRIENDLY TAX ENVIRONMENT

# Policy Measures for Attracting Foreign Investment in the Guangdong-Hong Kong-Macao Greater Bay Area

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## BUILDING A GROWTH-FRIENDLY TAX ENVIRONMENT

### Guangdong Provincial Tax Service



#### Organizational Structure

- **21** municipal-level tax bureaus
- **133** county (district)-level tax bureaus



#### Tax Revenue Scale

**3.54** trillion yuan (USD **488** billion)  
in tax and fee revenue for **2024** province-wide



#### Collection Scope

- |                         |                        |                          |
|-------------------------|------------------------|--------------------------|
| ✓ Value-Added Tax       | ✓ Corporate Income Tax | Individual Income Tax    |
| ✓ Social insurance fees | ✓ Non-tax revenues     | <b>16</b> types of taxes |

### Guangdong-Hong Kong-Macao Greater Bay Area (GBA)



#### "9+2" City Cluster

2 Special Administrative Regions

9 Mainland Cities

**Hong Kong SAR**

**Macao SAR**

Guangzhou

Shenzhen

Zhuhai

Foshan

Huizhou

Dongguan

Zhongshan

Jiangmen

Zhaoqing

“A world-class bay area and city cluster with global influence”



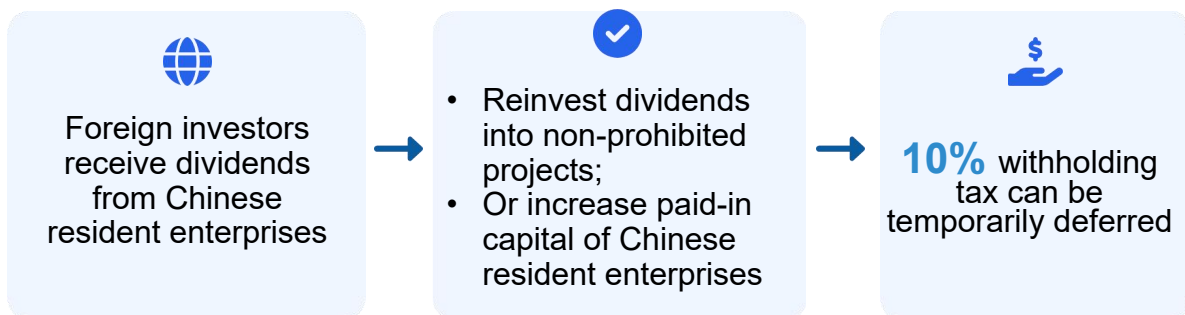
# Part 01

## Foster Long-term Foreign Investment

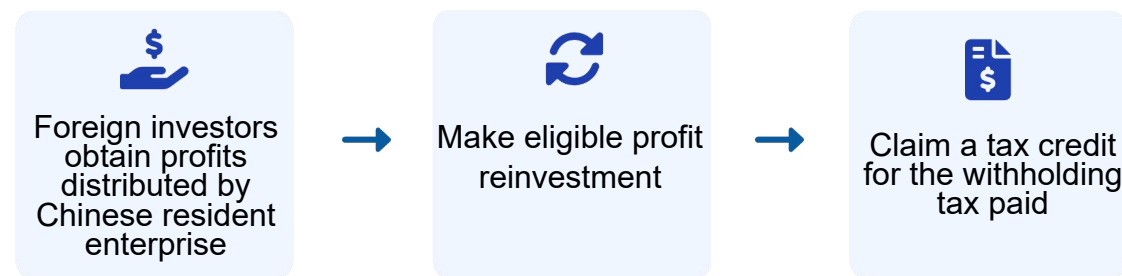


# I. Foster Long-term Foreign Investment

## Reinvestment deferral policy



## Reinvestment tax credit policy





# Part 02

## Drive High-Tech Growth and Scale



## II. Drive High-Tech Growth and Scale

### ⌘ Tax Reduction

Reduced corporate income tax rate of **15%** for high-tech enterprises

### 📈 Extended Recoup Losses

Extended period from **5 to 10 years** for:

- high-tech enterprises
- technology-based small and medium-sized enterprises

### 🧪 Additional Deduction

R&D expenses:

- Expensed R&D: **100%** additional deduction (total deduction **200%**)
- Capitalized R&D: amortization at **200%** of the asset's cost





# Part 03

## **Empower MSMEs and Ease Burdens**




## III. Empower MSMEs and Ease Burdens

### 50% Reduction for "Six Taxes and Two Fees"

#### Applicable entities

 Small-scale VAT taxpayers

 Small low-profit enterprises

 Individual businesses

#### Guangdong's business entities (2024)

• Total: **>19** million



• Individual businesses & others:  
**~10.7** million

#### Applicable items



Resource tax  
(excluding water  
resource tax)



City maintenance and  
construction tax



Stamp duty  
(excluding securities  
transaction stamp  
duty)



Land occupation tax



Property tax



Urban land use tax



Education  
surcharge



Local education  
surcharge



# Part 04

## **Accelerate Pilots and Cluster Development**



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## IV. Accelerate Pilots and Cluster Development

### Guangdong-Macao In-Depth Cooperation Zone in Hengqin

#### ✧ Corporate income tax incentives:

Reduced **15%** corporate income tax rate for qualified industrial enterprises

#### ▀ Covered sectors

R&D

Advanced  
manufacturing

Traditional Chinese  
medicine

Cultural and tourism  
conventions and  
exhibitions industry

### Nansha, Guangzhou

#### ✧ Corporate income tax incentives:

Preferential **15%** corporate income tax rate for encouraged industries in the designated pioneer zone

#### ▀ Supported industries

High-tech

Advanced  
manufacturing

Shipping logistics

Bio-medicine



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## Individual Income Tax



### Core measure

- **Who:** Qualified **overseas** professionals
- **Where:** **9** Chinese Mainland cities of the GBA
- **What:** Effective IIT rate capped at **15%**
- **How:** Government **subsidy** for any excess tax paid



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# Thanks!