



EU list of non-cooperative jurisdictions for tax purposes

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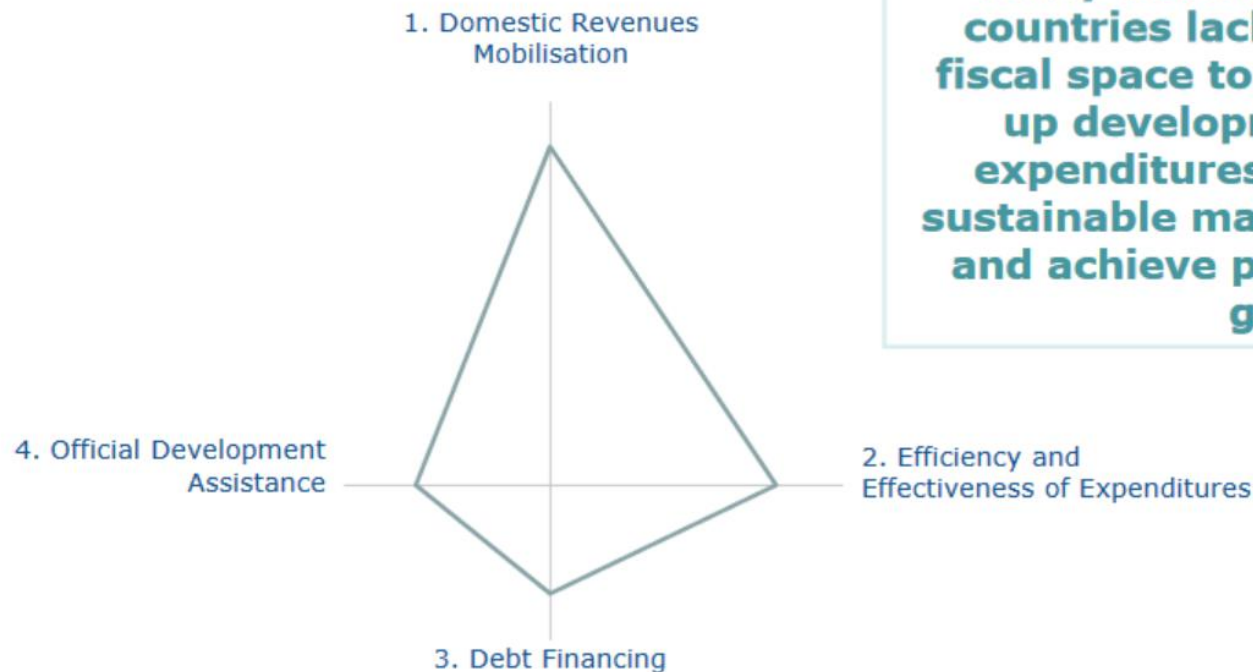
External Taxation Strategy: Background

- *January 2016: 'Anti-tax-avoidance package'*
- *EU reflection of 2015 BEPS final reports.*
- *Three pillars:*
 - 1. Ensuring effective taxation**
 - 2. Increasing tax transparency**
 - 3. Securing a level playing field worldwide**



External Taxation strategy and DRM

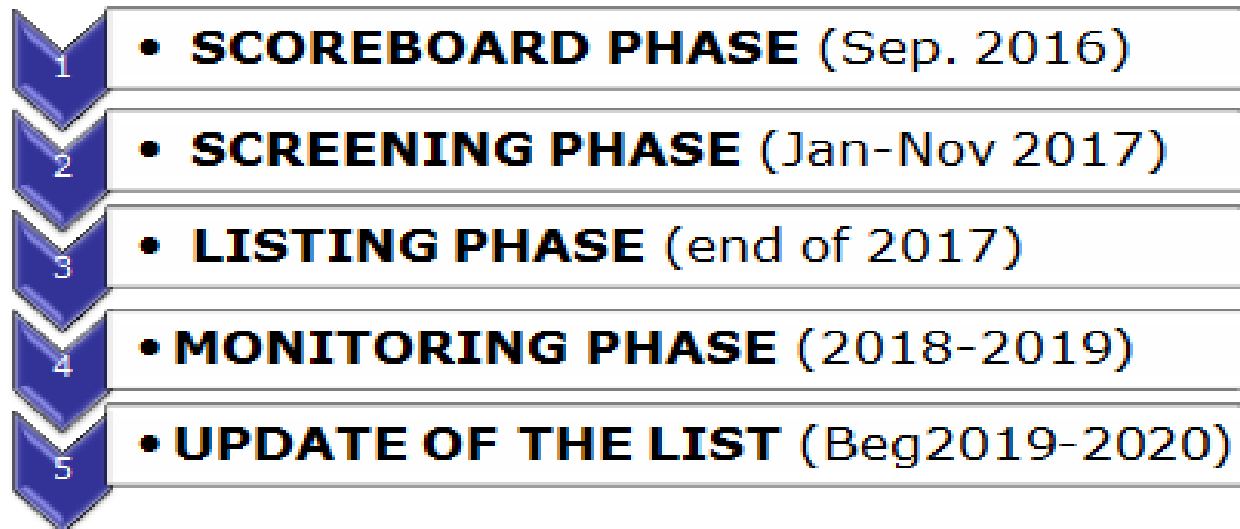
Fiscal Space Diamond



Many developing countries lack the fiscal space to step up development expenditures in a sustainable manner and achieve policy goals.

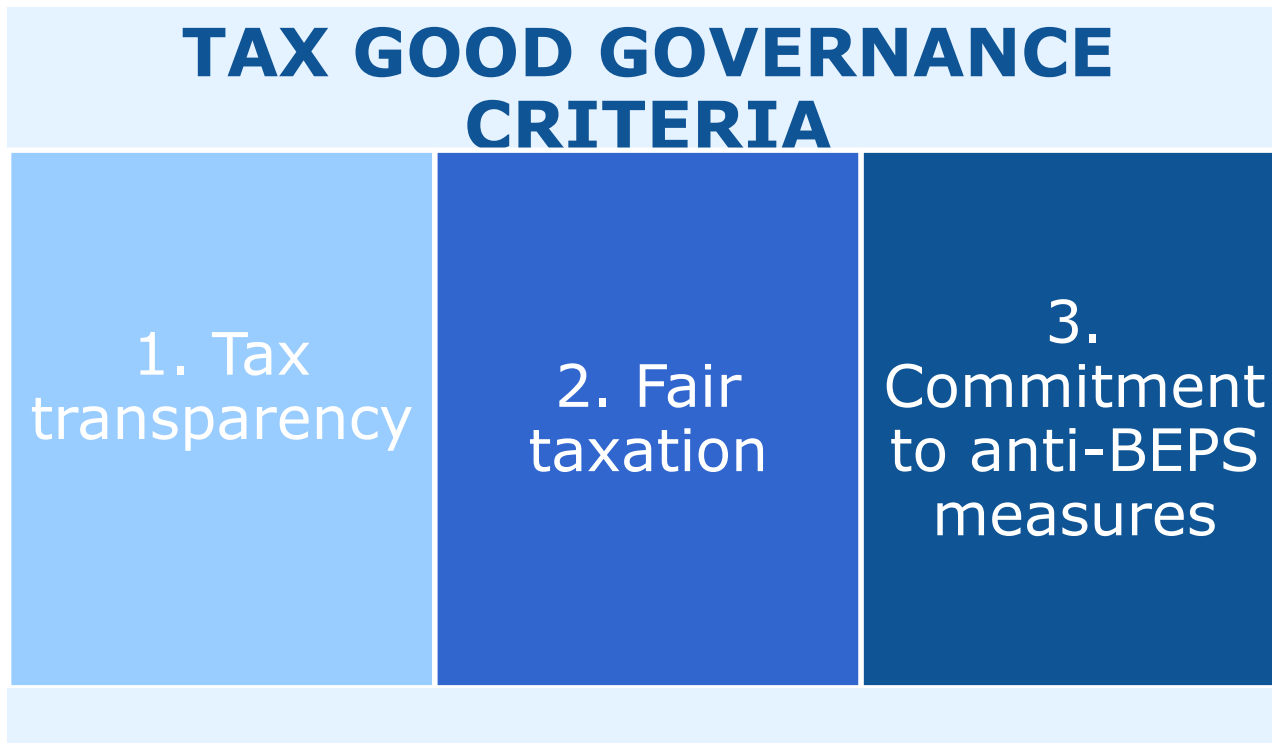
1. The EU List: process and timing

EU-listing process: 5 steps



To be continued..

2. EU List Criteria



Cumulatively

3. Current EU tax list (Annex I)

- American Samoa, Anguilla, Antigua and Barbuda, Fiji, Guam, Palau, Panama, Russia, Samoa, Trinidad and Tobago, US Virgin Islands and Vanuatu

And.. A large Annex II (10 cooperative jurisdictions with pending commitments to the EU)

Consequences for listed jurisdictions

- Defensive measures at EU level:
 - Prohibition to channel funds through listed jurisdictions (exception for local implementation)
 - Reporting obligations (e.g. CbCR)
- Defensive measures at Member States' level
 - Toolbox approach of tax measures (e.g. withholding taxes, non deductibility of costs, etc.)
 - Increased controls by banks (in practice)

External Taxation Strategy: July 2020 Communication

- *July 2020: Communication on tax good governance in the EU and beyond*
 - **Reviewing the geographical scope of the EU list**
From 2024: + 3 Brunei Darussalam, Kuwait, New Zealand
 - **Reviewing EU listing criteria mainly to boost transparency and accountability (1.4) and align with international developments (2.2)**

Next Steps

- **Dialogue and monitoring of commitments / implementation**
- **Update of the list (twice a year, February and October)**
- **Update of criteria and coordination with international actors**
- **Implementation, monitoring and fine tuning of countermeasures (tax and non-tax)**



Thank you for your attention!

Q&A