

## Commercial Transactions

Panama companies can engage into legally regulated businesses in any country and conduct them using the local currency.

## Taxes

Tax exempt for commercial transactions done outside of Panama, unless the client wants to activate it to pay 5% of income tax.

## Share Capital and Shares

- Shareholders can choose to issue registered or bearer shares, with obligatory custody.
- The actual capital does not need to be issued.
- There are no maximum or minimum capital requirements.

## Directors, Company Officers and Shareholders

- Natural and judicial persons can act as directors, company officers and shareholders.
- Changes of directors or company officers have to be filed in the Public Registry.
- At least three directors must be appointed.
- The shareholders information is confidential but it is kept in the Shareholders Registry at INTERNATIONAL LEGAL HUB offices, and therefore is not filed in the Public Registry.
- The directors are entitled to issue general or special powers of attorney.
- The directors and company officers are not required to act as shareholders.
- The directors, company officers and shareholders can hold any nationality and reside in any country.
- The shareholders meetings can take place in any country and they may be represented by issuing a power of attorney or by any electronic means.
- If required, INTERNATIONAL LEGAL HUB & WATSON offers a service to appoint nominal directors and company officers annual Reports

Is not mandatory to issue annual or financial reports, nor to celebrate yearly shareholders or directors meetings, unless the Company has been registered in the tax authority.

## Incorporation and Administration

- Provides efficient incorporation services and simple administration requirements.
- Wide availability of company names for incorporations.
- The terms Corporation, Incorporated, Societe Anonyme, Sociedad Anonima, Inc., A.G., CORP. or S.A. may be used.

- If required, INTERNATIONAL LEGAL HUB can offer translation services to any language for the documents in Spanish or viceversa.
- Panama's Public Registry has a modern and advanced technology system.
- It is possible to reserve companies.

#### Registry

Company books, minutes, and orders can be kept in any place or country according to the director's instructions.

#### Corporate Seal and Legalization

- The corporate seal is optional.
- For legalization purposes, the Apostille may be used to certify documents. It is also possible to do it at the local consulate.

#### Panama Company Uses

- Bank accounts, fixed term deposits, and any similar financial or commercial operation.
- Shareholder of other companies or legal entities.
- Owner of apartments, houses, buildings, vessels, and other real state.
- Oversees international commercial transactions.
- International rental of vehicles, machinery, or vessels.
- Give or receive loans, pay commissions, and other benefits.
- It is an options to avoid international doble taxation.