

2017 Tax Capital Gains - Individuals

Disposal of shares and other equity type interests constituting a **substantial** shareholding - partial exemption is available depending on the date of disposal as follows:

Period	Taxable Portion
Up to 31 December 2008	40%
After 31 December 2008 to 31 December 2016	50.28%
After 1 January 2017	58.14%

The above taxable portion is taxable at normal [marginal rates](#) of income, regional and municipal tax.

Gains on disposal of **non-substantial** shareholdings are subject to tax at the single rate of 26% (20% up to 30 June 2014), normally withheld at source by a financial intermediary. Gains on certain government bonds held to term are taxable at 12.5%

Use LIFO basis

Most gains on securities purchased/managed via an Italian bank or other financial institution will be taxed at source (and gains generally calculated on average cost basis)

Substantial shareholdings are equity interests corresponding to:

- at least 5% of the share capital for shares traded in regulated markets or at least 2% of voting rights for listed companies.
- at least 25% of the share capital for all other securities or at least 20% of voting rights for listed companies.

Look at all sales in any twelve month period and whether shareholding is substantial at any time during that period.