

Qatar **TAX UPDATE**

JUNE 2025

Kuwait and Qatar sign Double Taxation Treaty (DTT)

We are pleased to inform you of a notable development in the regional tax policy: the State of Kuwait and the State of Qatar have officially entered a Double Taxation Treaty (DTT).

This agreement represents a significant step toward strengthening fiscal cooperation within the Gulf Cooperation Council (GCC) and aligns with broader efforts to enhance economic integration across the region.

The key objectives of the treaty include:

- The elimination of double taxation on income and capital gains
- Increased legal and tax certainty for cross-border investments
- Promotion of bilateral trade and economic collaboration
- Improved transparency and mechanisms for the exchange of tax information.

The treaty reflects both countries' continued commitment to international tax standards and contributes to the formation of a more cohesive and competitive GCC economic bloc.

Implications for businesses may include:

- Potential tax relief for qualifying cross-border transactions
- Streamlined tax compliance procedures for entities operating in both jurisdictions
- Enhanced investor confidence and protection from tax-related disputes.

This DTT adds to the expanding network of bilateral tax agreements among GCC member states and reinforces the region's movement toward a harmonised tax environment.

A detailed analysis of the treaty's provisions and its practical implications for affected stakeholders will be circulated in due course.

Please reach out to the BDO Qatar Tax Team should you have any immediate questions or require further information.



If you would like further information or advice on this topic,
please reach out to your BDO tax expert:

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You will also find additional information on our web site: www.bdo.com.qa

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