



Contract
Employed Solution
is needed



Availability
All nationalities



Registration
A Danish TAX /
CPR number is
required

FACTS:

...When working in Denmark for a Danish company, a freelancer/contractor is taxable from day one...

...The normal Danish income tax system is progressive. This means that the higher your income, the more taxes you have to pay...

The normal Danish income tax is for everybody who lives and works in Denmark and who has an income.

This also applies if, the individual operates via ones own business.

Income taxes are applicable for individuals who are fully liable or limited liable for taxes in Denmark. Relevant income taxes must be deducted from gross income at source.

Normal Danish Income tax is usually used, if a person does not qualify for the Expat Taxations Scheme or International Hiring-out of Labour Tax.

When working in Denmark for and taxed under the normal Danish income tax, a person will be covered by the social security system and can utilise other benefits as a part of the Danish welfare system.

Regardless of whether you are subject to limited or full tax liability you must pay 8% labour market contributions (also known as *AM-bidrag*) before the income tax.

You cannot avoid paying the 8% *AM-bidrag* even if you have a valid A1 certificate from another EU-country.

The overall income tax rate is typically between 35% - 55% of gross salary – depending on the expected yearly income.

The tax year follows the calendar year and the tax return have to be submitted typically before March in the following year.

For further information visit: NorthernPartners.eu/tax