

SET UP YOUR BUSINESS IN PRÓSPERA ZEDE

We are glad you are moving to join Próspera ZEDE!

All the laws and regulations of Próspera ZEDE can be found here: https://pzgps.hn/all-publications/. On the Services Section of this website, you can form entities, file annual reports, file for taxes, request amendments to entity documents, apply for insurance policies, among others: https://pzgps.hn/services/.

To start doing business in Próspera ZEDE we recommend you retain legal counsel. Below you can find a list of trusted legal service providers:

Trusted Legal Service Providers

HOW TO START DOING BUSINESS?

Follow the steps below to set up your business in Próspera ZEDE:

- 1. Obtain a Residency. Apply for an E-Residency (US\$130.00) or a Natural Person Residency (US\$260.00) in eprospera.hn
- **2. Register Your Business**. Once you are approved, you may file to form an entity before the Próspera Entity Registry.
 - a. <u>Background Check</u>. Fill and sign this form: <u>Consent to Background Check</u> Form.
 - b. <u>Select a Registered Agent</u>. All entities in Próspera ZEDE are required to have a <u>Registered Agent</u> within the jurisdiction. Click here to review the posted <u>Registered Agent Service Providers</u>. Prices range from \$150.00 to \$300.00 per year.
 - If you or your entity reside and have an address in Próspera ZEDE, you can serve as a Registered Agent for your own entity and for third parties.
 - c. <u>File for Formation</u>. Formation of entities usually has a cost of \$150.00. To form an Entity, please fill out and sign the form corresponding to the entity you wish to form:
 - i. Articles of Incorporation (For-Profit Corporation)
 - ii. Certificate of Organization LLC
 - iii. Certificate of Statutory Trust





- d. <u>File for Foreign Business Registration</u>. Alternatively, you may also register a foreign Entity to do business in Próspera ZEDE by filing this form: <u>Foreign Entity Business Registration</u>. Filing has a cost of \$50.00.
- e. <u>Limited E-Residency for the Legal Representative</u>. By forming an Próspera entity or registering a foreign entity in Próspera, you get a Limited E-Residency for the Legal Representative of the Entity at no cost by filling out these forms:
 - i. Consent to Background Check Form
 - ii. Legal Representative Agreement of Coexistence
- f. Get a Residency for your Entity. Now you must obtain a Residency for your legal entity by filling out either of these two forms:
 - i. Fill out the <u>Legal Entity Agreement of Coexistence</u> if you are ready to start operating in Próspera ZEDE; or
 - ii. Fill out the <u>E-Residency AOC</u> if you are still in the pre-operative phase.
 - iii. Pay a fee of US\$130.00
 - iv. The Residency must be renewed on an annual basis.
- 3. **Get Insured.** All Natural Person and Entity Residents operating in Próspera ZEDE must obtain a General Liability Insurance Policy (not required for e-residents). Once you are ready to start operations physically within Próspera ZEDE, you will need to file for a General Liability Insurance Policy.

If you are intending to operate in a Regulated Industry (Agricultural; Construction; Energy; Food; Health; Manufacturing; Mining and Subsurface; Waste Management; Financial and Insurance; Private Security) you will need to obtain a supplemental insurance policy.

To obtain an Insurance Policy, please fill out the following forms:

- a. Insurance Questionnaire
- b. Hazardous Activity or Condition Disclosure
- **4. Payment of Fees**. All fees and taxes in the Próspera ZEDE jurisdiction can be paid through Paypal in this <u>Link</u>. Please send proof of payment to <u>qsp@prospera.hn</u>.
 - a. <u>Registry Fee Schedule</u>. You can find the Próspera ZEDE Entity Registry Fee Schedule here.





MAINTAINING YOUR ENTITY

- Annual Report. On an annual basis all entities formed in Próspera ZEDE must file their Annual Report before January 15th of each year. You can file your Annual Report by filling out this form: <u>Annual Report</u> and paying a US\$100.00 fee.
- 2. Corporate Income Tax. All entities are subject to a corporate income tax revenue on sourced in Próspera ZEDE. The Effective Income Tax is 1% over gross revenues and must be reported and paid on an annual basis before April 30th of each year.
 - a. The Corporate Income Tax must be reported by filling and signing either if these forms:
 - i. Company Income Tax Return including tax preparer
 - ii. Company Income Tax Return no tax preparer
- 3. Natural Person Income Tax. All natural persons are subject to an income tax on revenue sourced in Próspera ZEDE. The Effective Income Tax is 5% over gross revenues and must be reported and paid on an annual basis before April 30th of each year.
 - a. The Natural Person Income Tax must be reported by filling and signing the following form:
 - i. Individual Income Tax Return no tax preparer
- **4. Value Added Tax.** All sales performed within Próspera are subject to an effective 2.5% Sales Tax over the final retail price.
 - a. The Value Added Tax must be paid quarterly, by filing and signing either of the following forms:
 - i. Individual Retail VAT Return
 - ii. ZEDE Retail VAT Quarterly Return
- **5.** Land Value Tax. Próspera ZEDE collects a 1% Land Value Tax that must be paid annually. However, the collection of this tax is currently suspended until the ZEDE Court System becomes operational.

