



REPUBLIC OF CYPRUS  
**SHIPPING DEPUTY MINISTRY**

Circular No. 39/2021

SDM 12.3.01.36.02  
SDM 5.13.09

15 October 2021

Tonnage Tax Companies

Owners of Ships under Foreign Flag,  
Charterers and Ship Managers  
operating in the Republic of Cyprus

Members of the Cyprus Shipping Chamber c/o CSC  
Members of the Cyprus Union of Shipowners c/o CUS

**Subject: Cyprus Tonnage Tax System (Law 44(I)/2010 as amended): Flags which appear on the Grey List and Black List of the Paris MOU for the Fiscal Year 2021**

According to the provisions of sections 17(2), 27(2) and 40(2) of Law 44(I)/2010 as amended and on the basis of the relevant tables contained in the Annual Report of the Paris MOU for the year 2020, the Acting Permanent Secretary of the Shipping Deputy Ministry has decided that the flags appearing in Annex I are included in the Grey List of the Paris MOU and flags appearing in Annex II are included in the Black List of the Paris MOU.

According to sections 17(1), 27(1) and 40(1) of the said Law, Qualifying non-Community ships shall have their annual tonnage tax increased:

- (a) by thirty per cent (30%) if the flag they are entitled to fly appears in the Grey List of the Paris MOU;
- (b) by sixty per cent (60%) if the flag they are entitled to fly appears in the Black List of the Paris MOU.

In accordance with the provisions of section 34(4) of the Law, ships under management (Community and non-Community ships), flying a flag which appears in the Black List of the Paris MOU, shall be deemed to fulfil the requirements of section 34(1), i.e. to comply with international and Community standards, only if the technical and crew management of every such ship is entirely performed from the territory of any EU/EEA Member State. In case of non-compliance with the above, the provisions of section 54 of the Law shall apply.

Liana Charalambous Tanos  
Acting Permanent Secretary



**Cc:**

- Permanent Secretary, Ministry of Finance
- Permanent Secretary, Ministry of Foreign Affairs
- Maritime Offices of the Shipping Deputy Ministry abroad
- Diplomatic Missions and Honorary Consular Officers of the Republic
- Commissioner for State Aid Control
- Commissioner of Taxation, Tax Department
- Director General, Cyprus Investment Promotion Agency (CIPA)
- Cyprus Bar Association
- Institute of Certified Public Accountants of Cyprus

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## ANNEX I

### Grey List of the Paris MOU to be used for the fiscal year 2021

1. Algeria
2. Azerbaijan
3. Bulgaria
4. Cook Islands
5. Curacao
6. Egypt
7. Estonia
8. Georgia
9. India
10. Iran, Islamic Republic of
11. Jamaica
12. Kazakhstan
13. Kuwait
14. Lebanon
15. Libya
16. Malaysia
17. Mongolia
18. Palau
19. Philippines
20. Poland
21. Republic of Korea
22. Saint Kitts and Nevis
23. Saint Vincent and the Grenadines
24. Saudi Arabia
25. Slovakia
26. Switzerland
27. Syrian Arab Republic
28. Thailand
29. Tunisia
30. Ukraine
31. Vanuatu
32. Viet Nam

## ANNEX II

### **Black List of the Paris MOU to be used for the fiscal year 2020**

1. Albania
2. Belize
3. Bolivia
4. Cambodia
5. Cameroon
6. Comoros
7. Congo, Republic of the
8. Dominica
9. Honduras
10. Moldova, Republic of
11. Montenegro
12. Sierra Leone
13. Tanzania, United Republic of
14. Togo
15. Tonga
16. Tuvalu