



**The Netherlands
Elections 22 November 2023**

**Potential coalitions and future
tax policy**

24 november 2023

Start hier



EY

Building a better
working world

Potential coalitions and future tax policy

Introduction and reader's guide

Which parties make up our future cabinet? What will the tax policy of this cabinet look like? We cannot answer these questions at this time.

However, we can take a glimpse into a crystal ball to see what coalitions are possible based on the preliminary election results and what future tax policy may await the Netherlands now that the elections have been held.

Tax policy plays a crucial role in important issues such as the labor market, housing market and climate. Taxes help determine the financial feasibility of various plans of the political parties and have a direct impact on the financial situations of citizens and companies. Not surprisingly, positions on taxation can be found in every election program.

As a basis for the upcoming coalition negotiations, election programs of the various parties give a good indication of what tax policy might look like in the coming legislature. Items not included in election programs are generally less likely to be included in the coalition agreement.

We have assessed which coalition governments are most likely based on the election results. In addition, we provide an overview of the potential future tax policies of these coalitions, based on the election manifestos and available Central Planning Agency (in Dutch: *Centraal Planbureau*) calculations.

For a comprehensive overview of the tax points in the election manifestos - set out in various tax topics - please see the [EY website fiscale punten verkiezingsprogramma's](#).

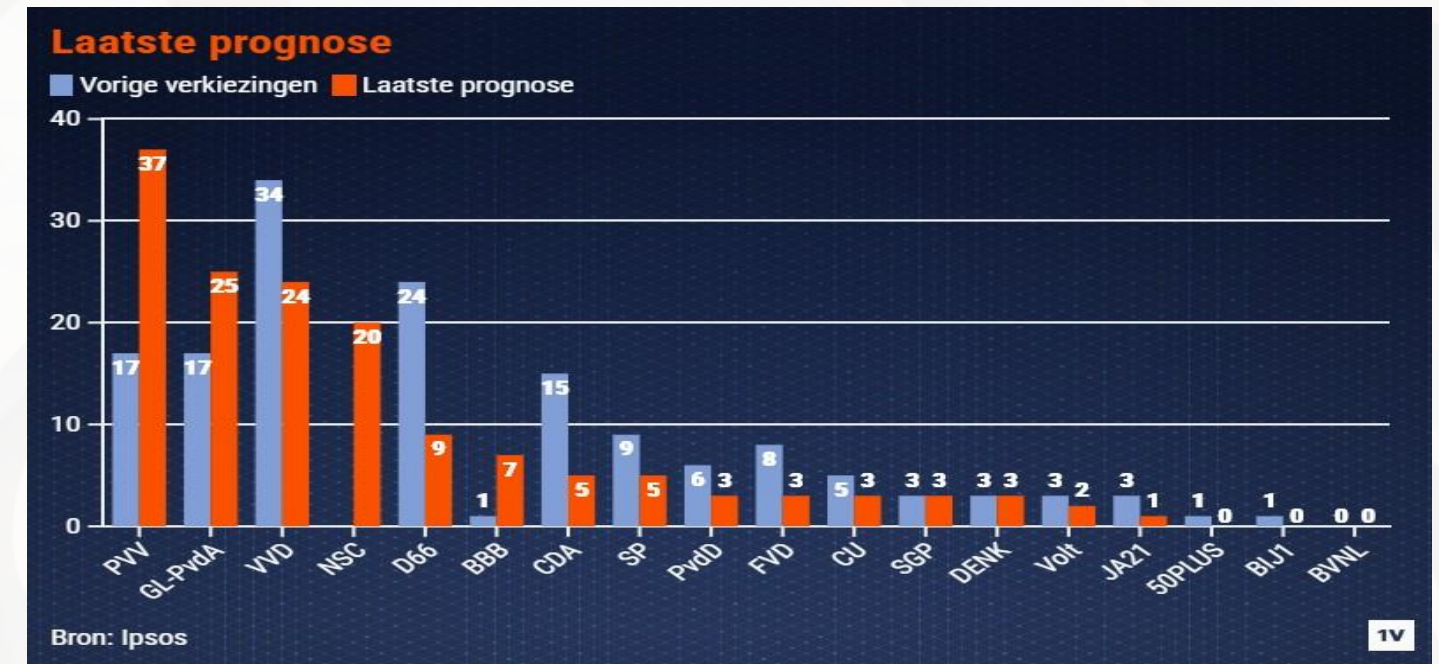
For a survey asking what your tax wishes are to the new administration, please see [EY website uw fiscale wensen aan het nieuwe kabinet](#).

We note that there is no intention of reflecting a preference for any political party and/or assessing the fiscal points in the election manifestos. The overview has been compiled with the utmost care. The overview is intended for general information. No rights can be derived from the data as presented in the overview.

This overview is updated through November 24, 2023.

Potential coalitions and parliamentary seat distribution

76 parliamentary seats are required for a majority in the House of Representatives (*in Dutch: "Tweede Kamer"*). Below is a summary of the election results (As of November 23, 2023).



Inhoudsopgave

- ▶ [Potential coalition PVV, VVD, NSC \(81 parliamentary seats\)](#)
- ▶ [Potential coalition PVV, VVD, NSC, BBB \(88 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, D66 \(78 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, BBB \(76 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, CDA, CU \(77 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, CDA, SGP \(77 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, CDA, PvdD \(77 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, CDA, DENK \(77 parliamentary seats\)](#)
- ▶ [Potential coalition VVD, NSC, GroenLinks-PvdA, CDA, VOLT \(76 parliamentary seats\)](#)

Potential coalition*



Businesses

▶ Increase tax burden on large corporations			
▶ Reduce tax burden of SME's			
▶ Support attractive tax environment			✓
▶ Retain innovation box regime			✓
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓
▶ Combat tax avoidance		✓	✓
▶ Limit loss relief for the Corporate Income Tax		✓	✓
▶ Tighten interest deduction limitation rules (earningsstripping)			
▶ Maintain (modified) business succession regime		✓	✓
▶ Limit or eliminate entrepreneurial incentives			

Individuals (income and capital)

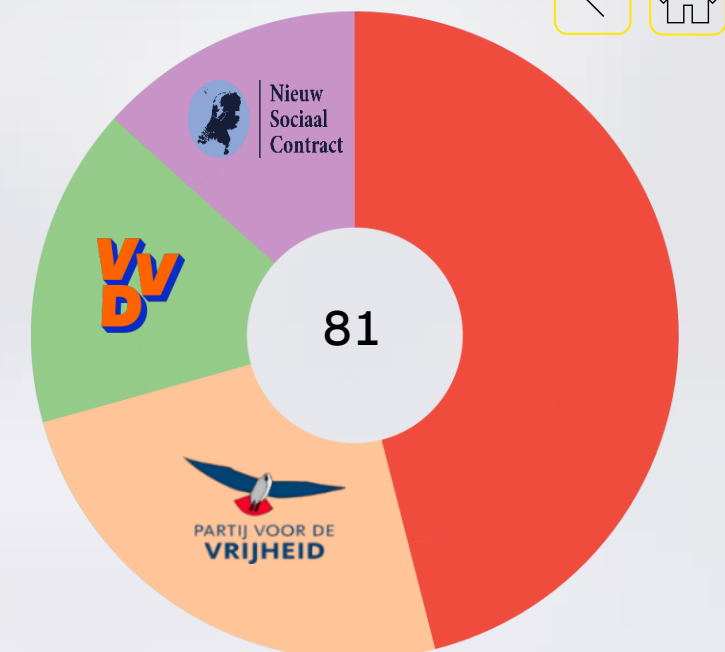
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)			
▶ Limit or eliminate mortgage interest deduction		✗	✗
▶ Increase box 2 (income from substantial interest) tax burden			
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes			
▶ Box 3 (asset income tax) based on actual returns		✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax		✗	
▶ Increase gift and inheritance tax rates			
▶ The royal family must pay taxes	✓		✓
▶ Phase out or abolish benefits and allowance system		✓	✓

Miscellaneous (climate and health)

▶ Climate polluter must pay more tax			✓
▶ Adjust Energy tax	✓	✓	✓
▶ Introduce (form of) road pricing	✗	✓	✗
▶ More airline tax revenue	✗		✓
▶ Abolish VAT on fruits and vegetables			
▶ Introduce sugar tax and meat (slaughter) tax	✗		✓

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

* In principle, VVD has ruled out forming a coalition government with PVV but has indicated being willing to work with the party as a facilitating party in parliament. NSC also expresses initial reservations.



■ PVV (37) ■ VVD (24) ■ NSC (20) ■ Other (69)

Likely



Unlikely

Lower tax rate of first bracket of box 1 (income from work and home ownership)
Adjust Energy tax

Limit or eliminate expat arrangements (30%-ruling)

Combat tax avoidance

Maintain (modified) business succession regime

Box 3 (asset income tax) based on actual returns

Phase out or abolish benefits and allowance system

Limit or eliminate mortgage interest deduction

Introduce (form of) road pricing

Potential coalition*



Nieuw Sociaal Contract



Businesses

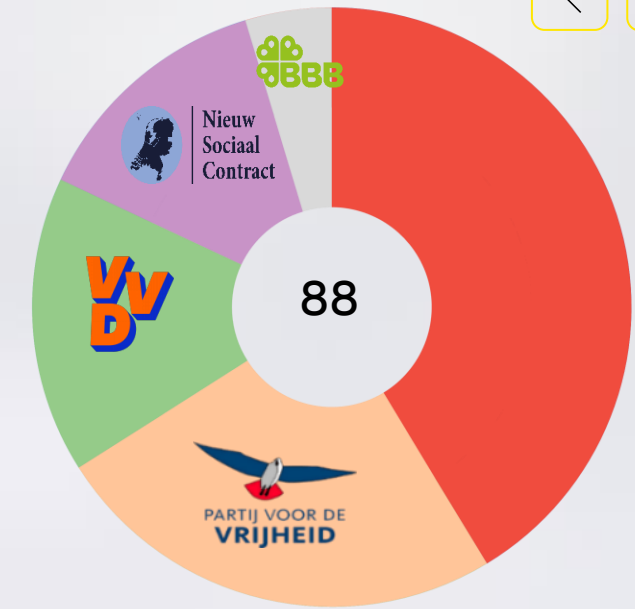
▶ Increase tax burden on large corporations				
▶ Reduce tax burden of SME's				✓
▶ Support attractive tax environment				
▶ Retain innovation box regime			✓	✓
▶ Limit or eliminate expat arrangements (30%-ruling)			✓	✓
▶ Combat tax avoidance	✓		✓	
▶ Limit loss relief for the Corporate Income Tax		✓	✓	
▶ Tighten interest deduction limitation rules (earningsstripping)		✓	✓	
▶ Maintain (modified) business succession regime				
▶ Limit or eliminate entrepreneurial incentives		✓	✓	✓

Individuals (income and capital)

▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	
▶ Introduce multiple brackets in box 1 (income from work and home ownership)				
▶ Limit or eliminate mortgage interest deduction		✗	✗	
▶ Increase box 2 (income from substantial interest) tax burden				
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes				
▶ Box 3 (asset income tax) based on actual returns		✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax		✗		
▶ Increase gift and inheritance tax rates				
▶ The royal family must pay taxes	✓		✓	
▶ Phase out or abolish benefits and allowance system		✓	✓	✓

Miscellaneous (climate and health)

▶ Climate polluter must pay more tax			✓	
▶ Adjust Energy tax	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✗	✓	✗	✗
▶ More airline tax revenue	✗		✓	
▶ Abolish VAT on fruits and vegetables				✓
▶ Introduce sugar tax and meat (slaughter) tax	✗		✓	✗



PVV (37) VVD (24) NSC (20)
Other (62) BBB (7)

Likely



- Adjust Energy tax
- Maintain (modified) business succession regime
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Support attractive tax environment
- Retain innovation box regime
- Introduce sugar tax and meat (slaughter) tax
- Limit or eliminate mortgage interest deduction
- Introduce (form of) road pricing

Unlikely

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

* In principle, VVD has ruled out forming a coalition government with PVV but has indicated being willing to work with the party as a facilitating party in parliament. NSC also expresses initial reservations.

Potential coalition				
Businesses	<ul style="list-style-type: none"> ▶ Additional taxation of the significant extra profits that banks are generating due to increased interest rates and eliminate all kinds of subsidies for art, culture, public broadcasting, expatriates and greening. 	<ul style="list-style-type: none"> ▶ Limit loss relief for Corporate Income Tax, carry-forward to 6 years, abolish carry back. Limit loss relief for Corporate Income Tax to 30% of annual profit above EUR 1 mio. ▶ An entrepreneurship agreement should be concluded with entrepreneurs, aiming to increase the earning capacity of the Netherlands. ▶ Facilitate employees sharing in corporate profits. ▶ Reduce the administrative burden. ▶ Equal European rules for international corporate social responsibility instead of national rules. ▶ Continue to tackle tax avoidance structures. Use the proceeds to reduce middle-class tax burden. ▶ Continue to promote measures against tax avoidance in the OECD and EU context. ▶ Retain the business succession scheme. The requirements for application must better meet the needs of entrepreneurs and prevent improper use. 	<ul style="list-style-type: none"> ▶ Focus corporate attractiveness policy on companies that contribute to the real economy and broad prosperity of the Netherlands - and not on letterbox firms. ▶ Support the intention to introduce an international minimum profit tax of 15% for companies in order to prevent a 'race to the bottom' between countries. ▶ Sovereignty of taxation for EU Member States. ▶ Maintain tax facilities for innovation (WBSO and innovation box) and deductions for environmental investments. Be cautious with subsidies. ▶ The Netherlands ceases to be a flow-through jurisdiction for tax purposes. Proposals from two reports issued on this issue will be implemented and additional measures explored. ▶ Conduct focused research and compare tax and other options of private equity and traditional stable and conservatively financed family businesses. Establish a level playing field between these two groups and reduce some of the tax advantages of private equity. ▶ Business succession scheme for family businesses is maintained as a guarantee of job and business continuity. ▶ Severely curtail tax benefits for expatriates and other employees (the extraterritorial expenses scheme and the scheme that leaves 30% of wages untaxed). 	<ul style="list-style-type: none"> ▶ Study of introduction of additional (third) corporate tax bracket. In extra bracket, profits above certain amounts are taxed extra and within group structures corporate tax is levied on the basis of consolidated profits. Tax burden for companies should not increase further. Companies should not be used as an ATM. ▶ Invest at least as much in expansion opportunities for Dutch companies as in improving the business climate for foreign companies. ▶ More transparency about agreements (so-called rulings) between tax authorities and companies. ▶ Dutch taxation is and remains its own responsibility and matter and not (partly) transferred to the EU or otherwise. ▶ Business succession regulation will be maintained with the 2023 rates. Address abuse by improper structures and solve bottlenecks. It should be considered how other European countries have structured this.
Individuals (income and capital)	<ul style="list-style-type: none"> ▶ Reduce VAT on groceries from 9% to 0% ▶ Reduce energy bill (lower tax and VAT) ▶ Royal family should pay taxes 	<ul style="list-style-type: none"> ▶ Decrease first bracket box 1 ((income from work and home ownership) rate to 36.3%. ▶ Reduce top bracket rate box 1 (income from work and home ownership). ▶ Continue with initiated simplification of benefits and allowance system. Eventually abolish the entire benefits system. ▶ More insight into how more work pays. Make the impact on marginal pressure transparent and take it into account when making financial decisions. ▶ Prevent taxation of wealth from becoming an excuse to tax own homes, pensions or SMEs. ▶ Reform Box 3 (asset income tax) to a tax on real returns, with the possibility of offsetting losses and costs. ▶ Mortgage interest deduction remains in place. 	<ul style="list-style-type: none"> ▶ Make an ambitious start on tax system reform in the next four years. Marginal pressure on lower and middle incomes must decrease and work must reward more. Special parliamentary committee will prepare reform. Reform should start with lowering the lowest income tax rate, while at the same time reducing and improving the design of tax credits. ▶ High net-worth individuals who pay little or no tax in countries like Monaco or Switzerland must make a fair contribution. ▶ Fairly tax actual income and gains (rather than notional returns) from assets in Box 3 (asset income tax). Limit opportunities to avoid this tax, both cross-border and domestically. ▶ In order not to further fuel uncertainty in the housing market, nothing will change in the tax treatment of owner-occupied homes for the time being. 	<ul style="list-style-type: none"> ▶ For individual income tax, tax all actual income jointly to replace the current box system. Abolish all benefits and allowances and replace them with a tax and contribution free amount and/or negative tax assessment (e.g. first € 30,000 income for employee and employer tax and contribution free). ▶ Tax only income and returns actually earned and no more taxation of fictitious income.
Miscellaneous (climate and health)	<ul style="list-style-type: none"> ▶ Reduce fuel taxes ▶ Eliminate aviation tax ▶ No meat (slaughter)tax 	<ul style="list-style-type: none"> ▶ Reduce motor vehicle tax on emission-free cars ▶ Reduce fuel tax/Reduce energy tax ▶ Abolish exemptions ▶ Introduce circular plastic tax ▶ Expand CO2 border tax (CBAM) to more sectors where possible to create a level playing field between European companies and the rest of the world. 	<ul style="list-style-type: none"> ▶ For transition of industry, energy sector, maritime sector and aviation, EU Emission Trading Scheme (ETS) is best system, giving CO2 emissions an incremental price. ▶ Reduce plastic waste. Include effects of plastic tax. 	<ul style="list-style-type: none"> ▶ Critically monitor newly introduced 'CO2 tax' system (Carbon Border Adjustment Mechanism) on imports and intervene as soon as it becomes apparent that Dutch-based producers are experiencing unfair competition from it.

Potential coalition



Businesses

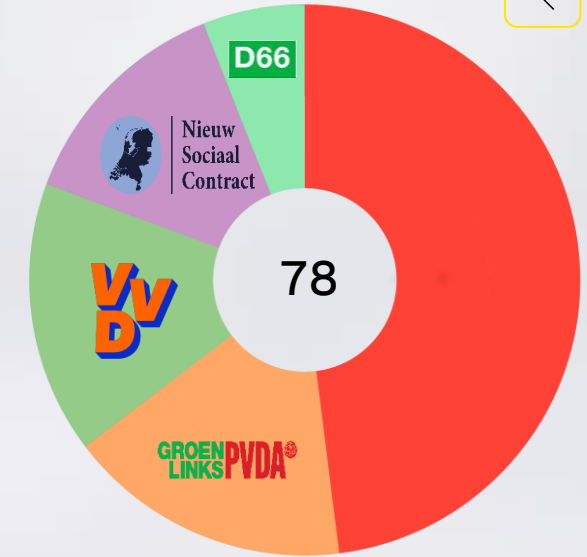
▶ Increase tax burden on large corporations	✓			✓
▶ Reduce tax burden of SME's				✗
▶ Support attractive tax environment			✓	✓
▶ Retain innovation box regime	✗		✓	✓
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓
▶ Combat tax avoidance	✓	✓	✓	✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓	✓	✓
▶ Tighten interest deduction limitation rules (earningsstripping)	✓			✓
▶ Maintain (modified) business succession regime	✗	✓	✓	✓
▶ Limit or eliminate entrepreneurial incentives	✓			✗

Individuals (income and capital)

▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗	✓
▶ Increase box 2 (income from substantial interest) tax burden	✓			✓
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓			✓
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗		✓
▶ Increase gift and inheritance tax rates	✓			✓
▶ The royal family must pay taxes	✓		✓	✓
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓

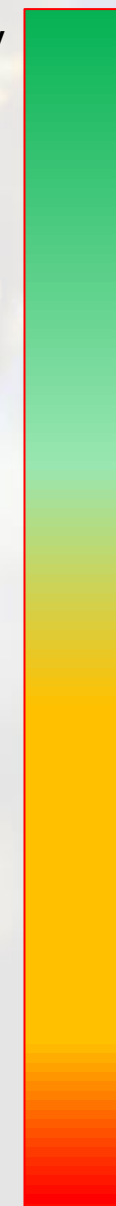
Miscellaneous (climate and health)

▶ Climate polluter must pay more tax	✓		✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✓
▶ More airline tax revenue	✓		✓	✓
▶ Abolish VAT on fruits and vegetables				✓
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓



■ GroenLinks-PvdA (25)
 ■ VVD (24)
 ■ NSC (20)
 ■ D66 (9)
 ■ Other (72)

Likely



Unlikely

- Combat tax avoidance
- Limit loss relief for Corporate Income Tax
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- More airline tax revenue
- Introduce sugar tax and meat (slaughter) tax
- Maintain (modified) business succession regime
- Introduce (form of) road pricing
- Increase box 2 (income from substantial interest) tax burden
- Increase gift and inheritance tax rates
- Increase tax burden on large corporations
- Limit or eliminate expat arrangements (30%-ruling)

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

Potential coalition

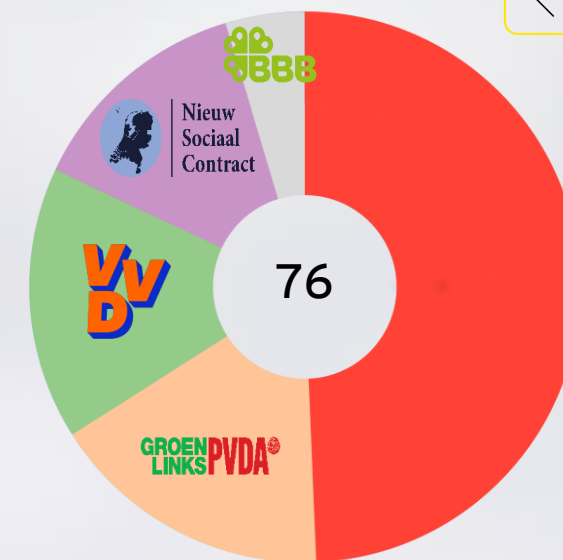


Nieuw Sociaal Contract



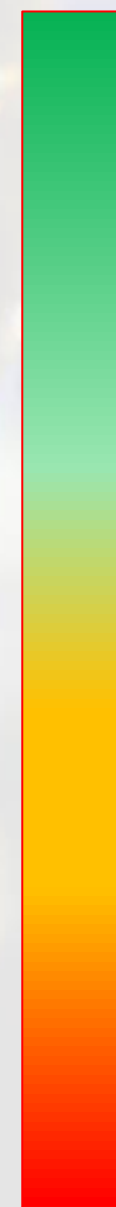
	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	BBB
Businesses				
▶ Increase tax burden on large corporations	✓			✓
▶ Reduce tax burden of SME's				
▶ Support attractive tax environment			✓	✓
▶ Retain innovation box regime	✗		✓	✓
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	
▶ Combat tax avoidance	✓	✓	✓	
▶ Limit loss relief for the Corporate Income Tax	✓	✓		
▶ Tighten interest deduction limitation rules (earningsstripping)	✓			
▶ Maintain (modified) business succession regime	✗	✓	✓	✓
▶ Limit or eliminate entrepreneurial incentives	✓			
Individuals (income and capital)				
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗	
▶ Increase box 2 (income from substantial interest) tax burden	✓			
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓			
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗		
▶ Increase gift and inheritance tax rates	✓			
▶ The royal family must pay taxes	✓		✓	
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓
Miscellaneous (climate and health)				
▶ Climate polluter must pay more tax	✓		✓	
▶ Adjust Energy tax	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗
▶ More airline tax revenue	✓		✓	
▶ Abolish VAT on fruits and vegetables				✓
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✗

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations



■ GroenLinks-PvdA (25)
 ■ VVD (24)
 ■ NSC (20)
 ■ BBB (7)
 ■ Other (74)

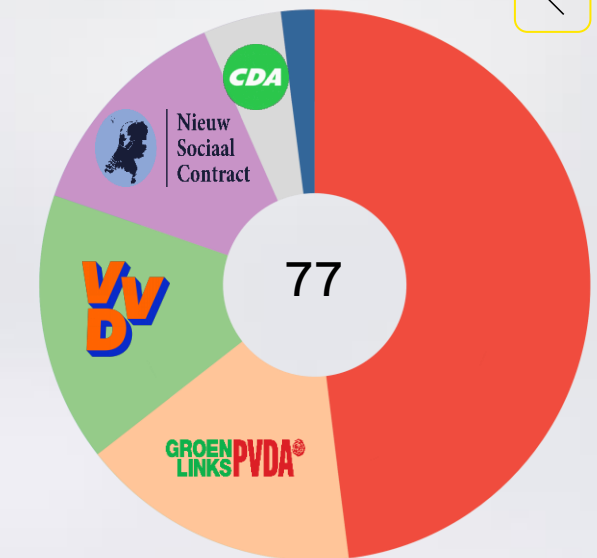
Likely



Unlikely

- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Adjust Energy tax
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Maintain (modified) business succession regime
- Introduce (form of) road pricing
- Limit or eliminate mortgage interest deduction

Potential coalition	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	CDA	ChristenUnie
Businesses					
▶ Increase tax burden on large corporations	✓			✗	✓
▶ Reduce tax burden of SME's					✗
▶ Support attractive tax environment			✓	✓	
▶ Retain innovation box regime	✗		✓		
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓	✓
▶ Combat tax avoidance	✓	✓	✓		✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓			✓
▶ Tighten interest deduction limitation rules (earningsstripping)	✓				✓
▶ Maintain (modified) business succession regime	✗	✓	✓	✓	✓
▶ Limit or eliminate entrepreneurial incentives	✓			✓	✓
Individuals (income and capital)					
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓	✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗		✓
▶ Increase box 2 (income from substantial interest) tax burden	✓			✗	✓
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓				✓
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗			✓
▶ Increase gift and inheritance tax rates	✓			✓	✓
▶ The royal family must pay taxes	✓		✓		
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓	✓
Miscellaneous (climate and health)					
▶ Climate polluter must pay more tax	✓		✓	✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗	✓
▶ More airline tax revenue	✓		✓	✓	✓
▶ Abolish VAT on fruits and vegetables					✓
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓	✓



Likely

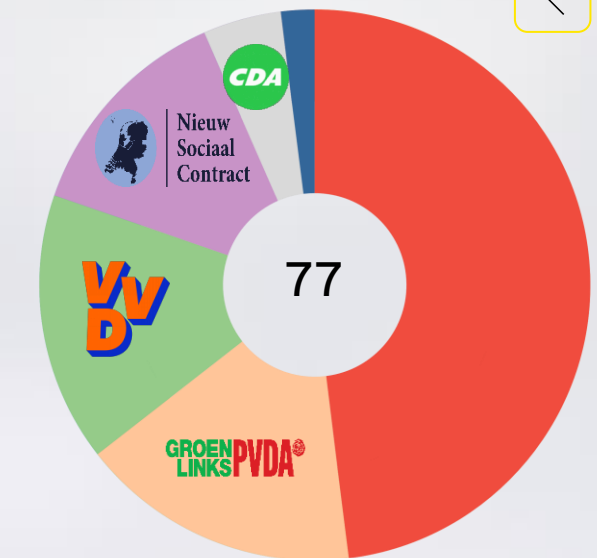


Unlikely

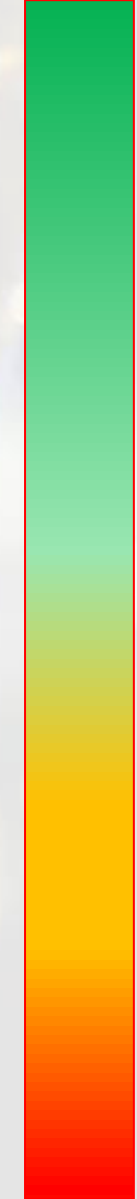
- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- More airline tax revenue
- Introduce sugar tax and meat (slaughter) tax
- Limit loss relief for Corporate Income Tax
- Maintain (modified) business succession regime
- Introduce multiple brackets in box 1 (income from work and home ownership)
- Increase gift and inheritance tax rates
- Limit or eliminate mortgage interest deduction

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

Potential coalition	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	CDA	SGP
Businesses					
▶ Increase tax burden on large corporations	✓			✗	✓
▶ Reduce tax burden of SME's					✓
▶ Support attractive tax environment			✓	✓	✓
▶ Retain innovation box regime	✗		✓		
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓	✓
▶ Combat tax avoidance	✓	✓	✓		✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓			
▶ Tighten interest deduction limitation rules (earningsstripping)	✓				
▶ Maintain (modified) business succession regime	✗	✓	✓	✓	✓
▶ Limit or eliminate entrepreneurial incentives	✓			✓	
Individuals (income and capital)					
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓	✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗		
▶ Increase box 2 (income from substantial interest) tax burden	✓			✗	
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓				
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗			
▶ Increase gift and inheritance tax rates	✓			✓	
▶ The royal family must pay taxes	✓		✓		
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓	✓
Miscellaneous (climate and health)					
▶ Climate polluter must pay more tax	✓		✓	✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗	✓
▶ More airline tax revenue	✓		✓	✓	✓
▶ Abolish VAT on fruits and vegetables					
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓	✗



Likely



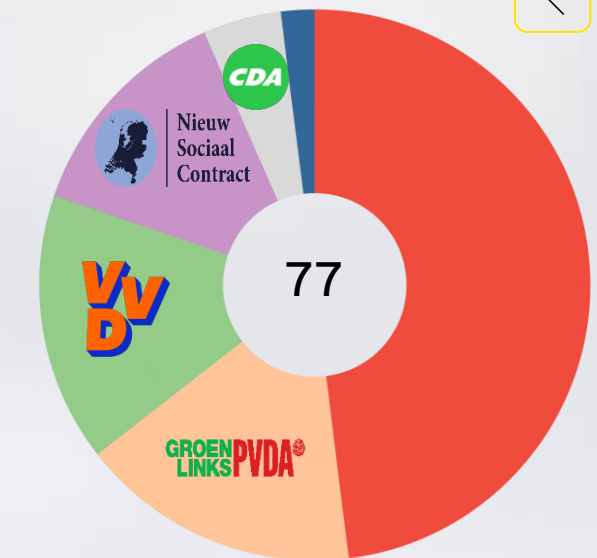
- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- More airline tax revenue
- Maintain (modified) business succession regime
- Introduce multiple brackets in box 1 (income from work and home ownership)
- Limit or eliminate mortgage interest deduction

Unlikely

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

Potential coalition	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	CDA	Partij voor de Dieren
Businesses					
▶ Increase tax burden on large corporations	✓			✗	✓
▶ Reduce tax burden of SME's					
▶ Support attractive tax environment			✓	✓	
▶ Retain innovation box regime	✗		✓		
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓	✓
▶ Combat tax avoidance	✓	✓	✓		✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓			
▶ Tighten interest deduction limitation rules (earningsstripping)	✓				
▶ Maintain (modified) business succession regime	✗	✓	✓	✓	✓
▶ Limit or eliminate entrepreneurial incentives	✓			✓	
Individuals (income and capital)					
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓	✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗		✓
▶ Increase box 2 (income from substantial interest) tax burden	✓			✗	
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓				
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗			✓
▶ Increase gift and inheritance tax rates	✓			✓	✓
▶ The royal family must pay taxes	✓		✓		✓
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓	✓
Miscellaneous (climate and health)					
▶ Climate polluter must pay more tax	✓		✓	✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗	✓
▶ More airline tax revenue	✓		✓	✓	✓
▶ Abolish VAT on fruits and vegetables					✓
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓	✓

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations



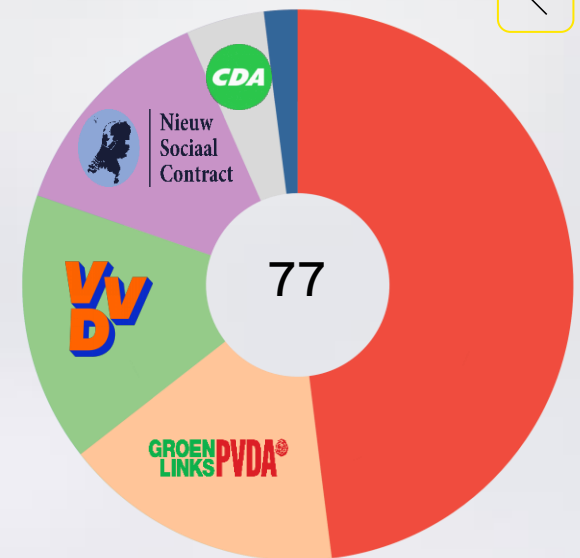
Likely



- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- More airline tax revenue
- Introduce sugar tax and meat (slaughter) tax
- Maintain (modified) business succession regime
- Increase gift and inheritance tax rates
- Introduce (form of) road pricing
- Limit or eliminate mortgage interest deduction

Unlikely

Potential coalition	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	CDA	DENK
Businesses					
▶ Increase tax burden on large corporations	✓			✗	✓
▶ Reduce tax burden of SME's					
▶ Support attractive tax environment			✓	✓	
▶ Retain innovation box regime	✗		✓		✗
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓	✓
▶ Combat tax avoidance	✓	✓	✓		✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓			
▶ Tighten interest deduction limitation rules (earningsstripping)	✓				
▶ Maintain (modified) business succession regime	✗	✓	✓	✓	
▶ Limit or eliminate entrepreneurial incentives	✓			✓	
Individuals (income and capital)					
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓	✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗		✓
▶ Increase box 2 (income from substantial interest) tax burden	✓			✗	
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓				
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓	
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗			
▶ Increase gift and inheritance tax rates	✓			✓	
▶ The royal family must pay taxes	✓		✓		✓
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓	
Miscellaneous (climate and health)					
▶ Climate polluter must pay more tax	✓		✓	✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗	✗
▶ More airline tax revenue	✓		✓	✓	✗
▶ Abolish VAT on fruits and vegetables					✓
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓	✗



Likely



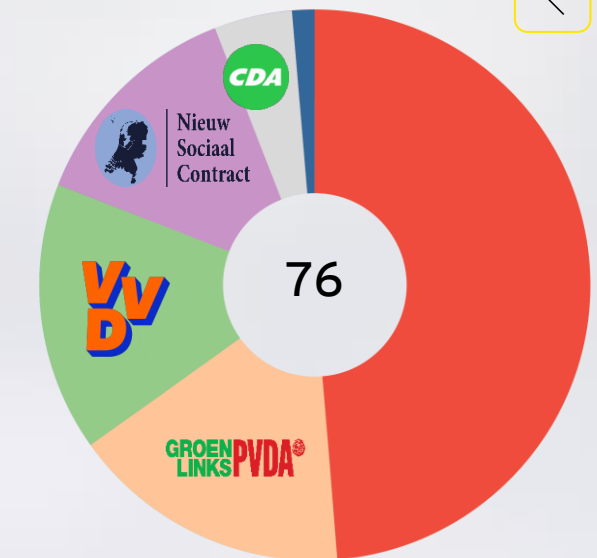
- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- Introduce multiple brackets in box 1 (income from work and home ownership)
- Maintain (modified) business succession regime
- Introduce sugar tax and meat (slaughter) tax
- Introduce (form of) road pricing

Unlikely

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations

Potential coalition	GROEN LINKS PvdA	VVD	Nieuw Sociaal Contract	CDA	Volt
Businesses					
▶ Increase tax burden on large corporations	✓			✗	✓
▶ Reduce tax burden of SME's					✗
▶ Support attractive tax environment			✓	✓	
▶ Retain innovation box regime	✗		✓	✓	
▶ Limit or eliminate expat arrangements (30%-ruling)	✓		✓	✓	✓
▶ Combat tax avoidance	✓	✓	✓	✓	✓
▶ Limit loss relief for the Corporate Income Tax	✓	✓			
▶ Tighten interest deduction limitation rules (earningsstripping)	✓				
▶ Maintain (modified) business succession regime	✗	✓	✓	✓	✗
▶ Limit or eliminate entrepreneurial incentives	✓			✓	✓
Individuals (income and capital)					
▶ Lower tax rate of first bracket of box 1 (income from work and home ownership)	✓	✓	✓	✓	✓
▶ Introduce multiple brackets in box 1 (income from work and home ownership)	✓			✓	✓
▶ Limit or eliminate mortgage interest deduction	✓	✗	✗		✓
▶ Increase box 2 (income from substantial interest) tax burden	✓			✗	✓
▶ (further) limit maximum amount borrowed from own BV for box 2 (income from substantial interest) purposes	✓				✓
▶ Box 3 (asset income tax) based on actual returns	✓	✓	✓	✓	✓
▶ Increase box 3 (asset income tax) levy or introduce wealth tax	✓	✗			✓
▶ Increase gift and inheritance tax rates	✓			✓	✓
▶ The royal family must pay taxes	✓		✓		✓
▶ Phase out or abolish benefits and allowance system	✓	✓	✓	✓	✓
Miscellaneous (climate and health)					
▶ Climate polluter must pay more tax	✓		✓	✓	✓
▶ Adjust Energy tax	✓	✓	✓	✓	✓
▶ Introduce (form of) road pricing	✓	✓	✗	✗	✓
▶ More airline tax revenue	✓		✓	✓	✓
▶ Abolish VAT on fruits and vegetables					
▶ Introduce sugar tax and meat (slaughter) tax	✓		✓	✓	✓

✓ ✗ Implies that relevant party specifically noted something about the issue in the election program or in the CPA calculations



■ GroenLinks-PvdA (25)
 ■ VVD (24)
 ■ NSC (20)
 ■ CDA (5)
 ■ Volt (2)
 ■ Other (74)



- Limit or eliminate expat arrangements (30%-ruling)
- Combat tax avoidance
- Lower tax rate of first bracket of box 1 (income from work and home ownership)
- Box 3 (asset income tax) based on actual returns
- Phase out or abolish benefits and allowance system
- Climate polluter must pay more tax
- Adjust Energy tax
- More airline tax revenue
- Introduce sugar tax and meat (slaughter) tax
- Limit or eliminate entrepreneurial incentives
- Introduce multiple brackets in box 1 (income from work and home ownership)
- Increase gift and inheritance tax rates
- Introduce (form of) road pricing
- Limit or eliminate mortgage interest deduction

EY | Building a better working world

EY exists to build a better working world, helping to create long-term value for clients, people and society and build trust in the capital markets.

Enabled by data and technology, diverse EY teams in over 150 countries provide trust through assurance and help clients grow, transform and operate.

Working across assurance, consulting, law, strategy, tax and transactions, EY teams ask better questions to find new answers for the complex issues facing our world today.

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. Information about how EY collects and uses personal data and a description of the rights individuals have under data protection legislation are available via ey.com/privacy. EY member firms do not practice law where prohibited by local laws. For more information about our organization, please visit ey.com.

© 2023 EYGM Limited.
All Rights Reserved.

CRS_CP_17226486

ED None

This material has been prepared for general informational purposes only and is not intended to be relied upon as accounting, tax, legal or other professional advice. Please refer to your advisors for specific advice.

ey.com

