

[Updated on April 27, 2020]

How to declare your 2020 income tax on your 2019 income?

The elements of taxation in this factsheet apply to French residents for tax purposes.

When you fill out your tax return in 2020, you will have the choice between the 30% flat tax and the current mechanism for the taxation of your investment income, including dividends received in 2019 and capital gains made in 2019.



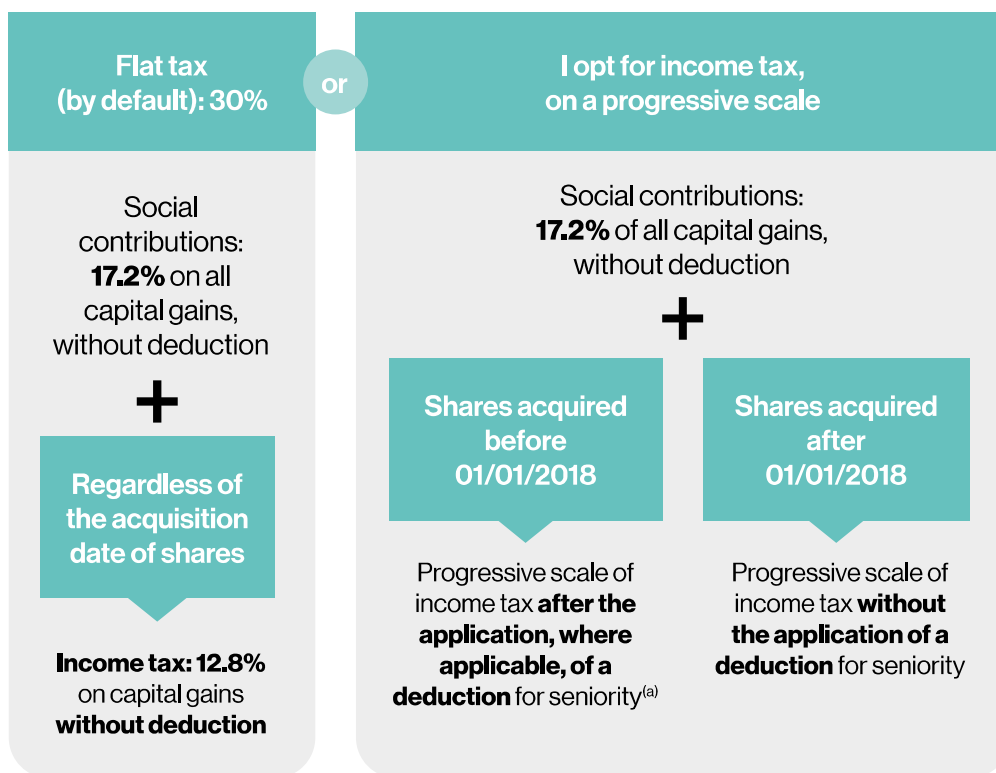
Find more information on airliquide.com.

Anne-Laure,
Air Liquide Shareholder
Services Advisor.

Choice of taxation method

You may choose a different taxation mechanism each year and this mechanism will apply to all of your investment income. Air Liquide therefore advises you to assess your overall taxation of dividends and capital gains from sales using both methods before making your decision.

Capital gains tax on sales



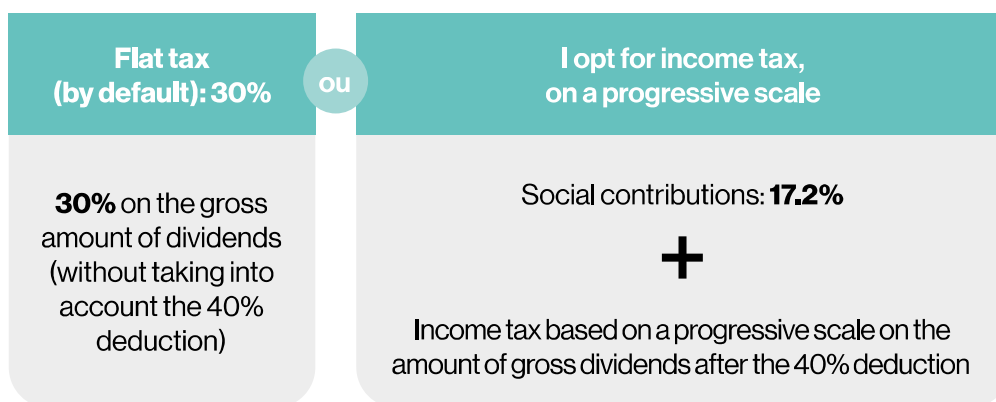
PAYMENT OF TAX

Tax on capital gains and losses on sales of investment securities must be paid to the tax authorities in September 2020.

(a) The deduction stands at 50% for a share seniority of between two and less than eight years, 65% for share seniority of at least eight years.

Dividend taxation

(regardless of the acquisition date of shares)

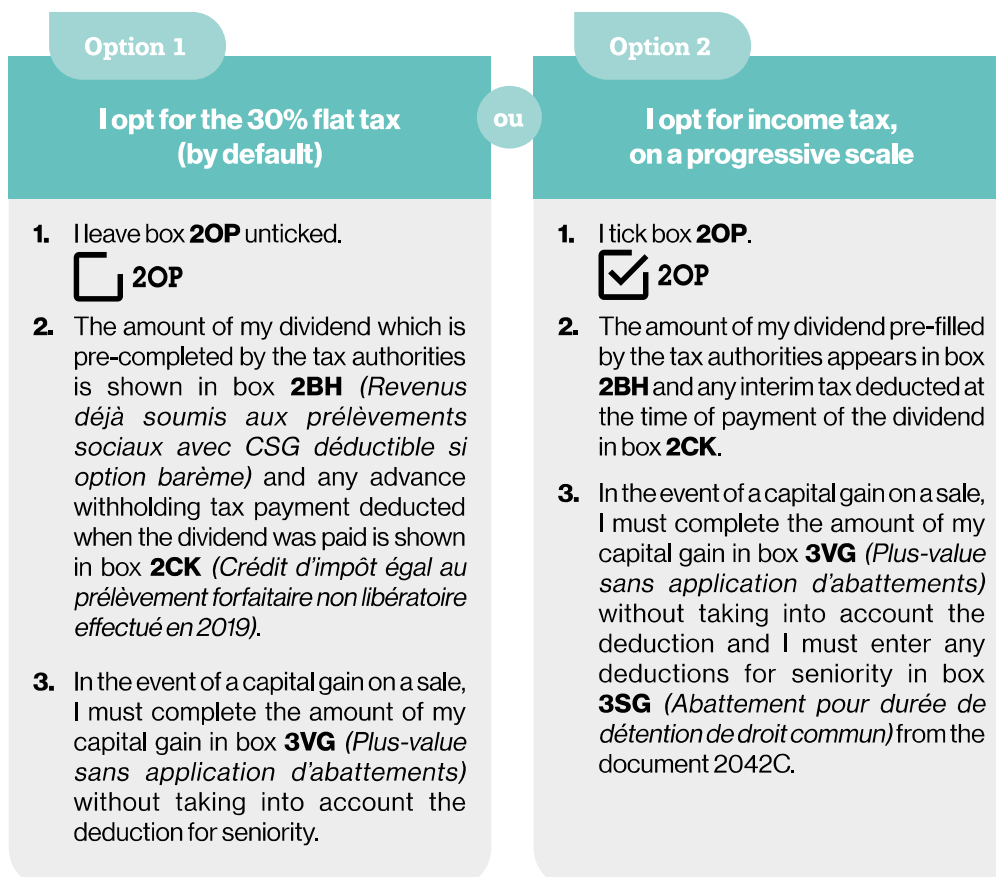


How to complete your tax return

To help you choose between the tax methods available to you and make an informed choice, before you complete your tax return for 2018 income, we recommend using the tax authorities' simulator on the impots.gouv.fr website.

NOTE: the tax return form, as well as the tax authorities' simulator on the impots.gouv.fr website, applies the 30% flat tax (PFU) to your investment income by default.

You must select an option:



PLEASE NOTE: any fractional rights received following the October 2019 free share attribution are to be reported as a capital gain on a sale without taking into account the deduction (in box **3VG**).

Please contact your local tax authorities if you have any questions.



PAYMENT OF TAX

THE PAYMENT OF TAX ON DIVIDENDS RECEIVED IN 2019 IS CARRIED OUT IN TWO STAGES:

1. In 2019, when dividends are paid

- If you **have** sent a request to your account manager for exemption from the advance withholding before November 30, **2018** only the social contributions of 17.2% will be withheld;
- If you do not **fulfill** the requirements to benefit from this exemption, social contributions of 17.2% will be withheld along with an advance withholding of 12.8%, i.e. a total advance withholding of 30%.

2. The balance will be applied in 2020 when you pay your 2019 income tax of your investment income, according to the taxation method chosen.