



WELLINGTON SHIELD

VERTUTIS FORTUNA COMES

Swedish KB (Kommanditbolag) – Data sheet

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| Legal Person | Yes |
| Member information | <p>A KB must have at least two members.</p> <ul style="list-style-type: none">• One Komplementär (Complementary) that is fully responsible for the KB's debts.• One Kommanditdelägare (Kommanditpartner) is only responsible for the amount initially contributed to the KB. |
| Tax information | <p>Although the KB is a legal person it is not a tax subject. This means that the profits of the KB are taxed on the members according to a KB agreement. The members can through this agreement decide how much of the result each partner shall have.</p> <p>Profits are taxed on the partners according to their own tax circumstances.</p> |
| Registration | <p>A KB is registered at the Swedish patent and registrations office (PRV). The records show who the members are.</p> |
| Accounting | <p>A KB must keep books according the Swedish accounting legislation. (This can be done by Wellington Shield AB in Stockholm)</p> <p>If one or more partners are legal persons, the KB must have an auditor.</p> |
| Annual Return | <p>If one or more partners are legal persons an annual financial report must be made by the KB every year. This is filed at the Swedish Patent and Registration office (PRV).</p> |
| Tax reporting | <p>Although the KB is not a tax-subject a tax-form must be sent every year to the Swedish tax-Authority. This form shows the result and balance of the company (same as the annual report). No tax will however be charged to the KB.</p> |
| Cost | <p>A Swedish KB is relatively inexpensive to incorporate and administer.</p> |

Comment; A KB offers a flexible, cost effective and very low profile alternative to other tax transparent vehicles (eg US LLC, Scottish Partnership or UK LLP) in a variety of situations; particularly where tax haven blacklists may be an issue.

Wellington Shield has the facility to establish and manage Swedish KBs through its office in Stockholm.

MK 29.1.04 (draft 2)