



CIUDAD AUTÓNOMA
DE
MELILLA

WELCOME TO **MELILLA**

INVESTMENT DESTINATION

DIGITAL SECTOR

sociedad pública

PROMESA

promoción económica de melilla



Melilla

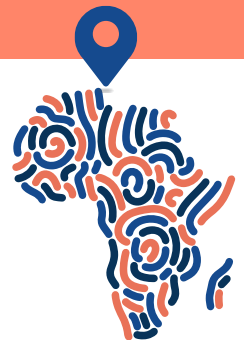
Melilla Autonomous City in Africa

Melilla is a Spanish autonomous city located in North Africa and bordered by the Mediterranean Sea.

Its strategic location and infrastructure enable connections with different points of the Spanish mainland and nearby regions.

2024 DATA

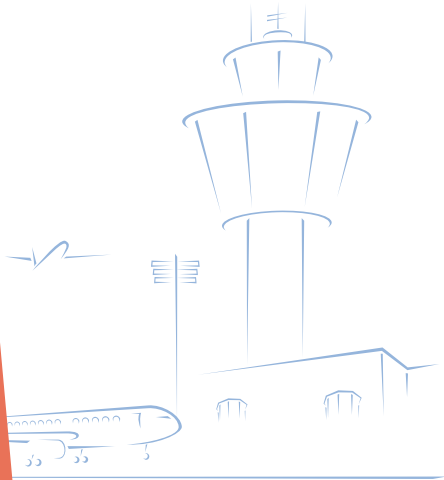
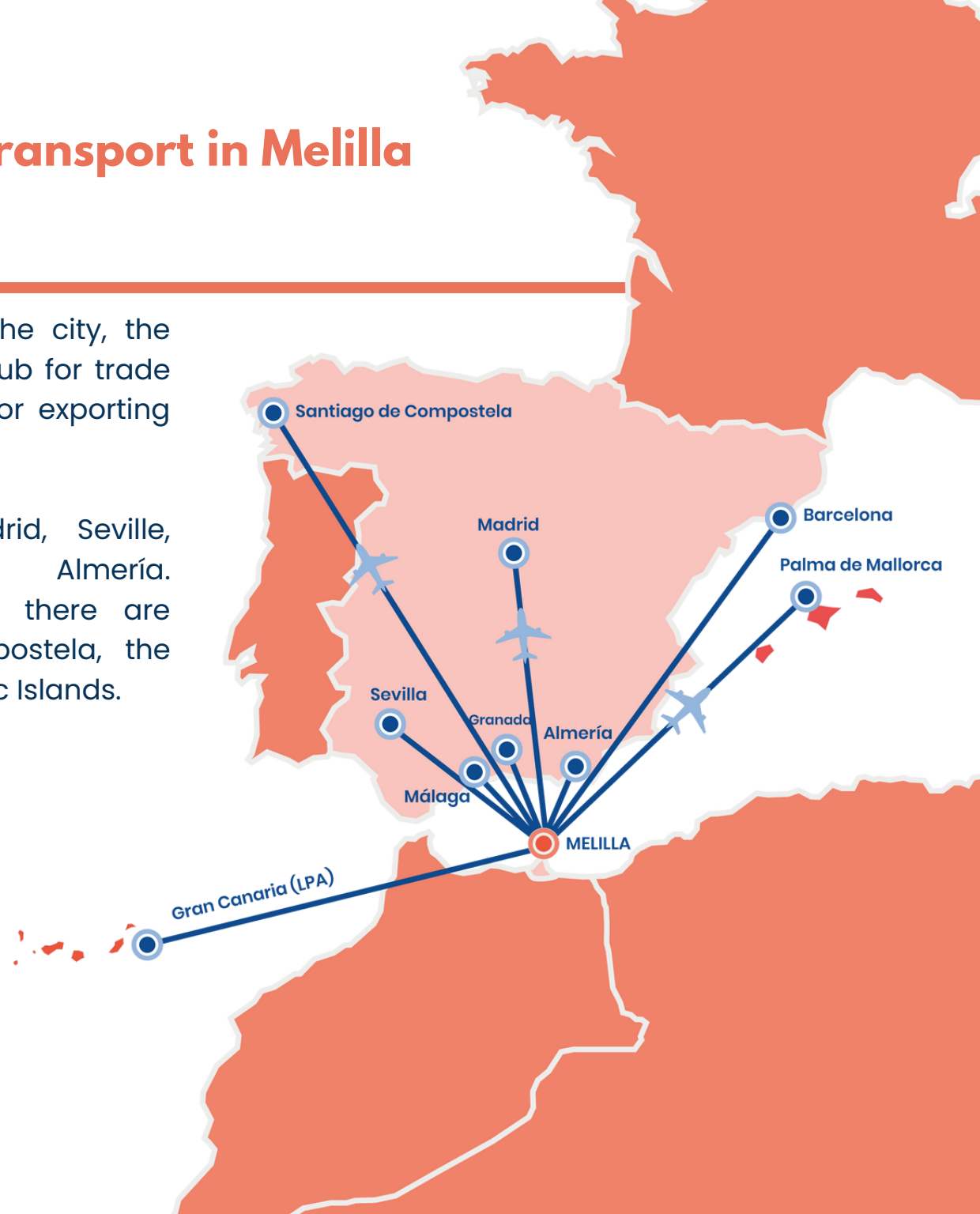
- **Population:** 85,491
- **Business Network:** 4,856 companies
- **Activity rate:** 61.08%



Connections and Transport in Melilla

Airport

- Located 3 km southwest of the city, the airport serves as a strategic hub for trade with the African market and for exporting local products.
- Connected to Málaga, Madrid, Seville, Granada, Barcelona, and Almería. Additionally, in the summer, there are flights to Santiago de Compostela, the Canary Islands, and the Balearic Islands.



Connections and Transport in Melilla

The city's strategic location and infrastructure allow for efficient connections with various parts of the Spanish mainland and nearby regions, as well as enabling large-scale storage of traded goods.

Its infrastructure allows easy access and mobility around Melilla

Roads

Melilla's road network connects the urban environment and improves communications with Morocco, including the ML-300 ring road, which provides access to and from the coastline.

Port

Direct ferry connections to Málaga, Almería, and Motril.

Tax Benefits and Incentives in Melilla

The Autonomous City of Melilla offers significant tax benefits and exemptions.

Direct Taxation

- **Corporate Tax:** 50% deduction.
- **Personal Income Tax (PIT):** 60% deduction.
- **Freight Transport:** 50% deduction for companies that transport goods originating from or destined for Melilla, applicable to shipping costs, handling fees, airport taxes, security charges, and fuel surcharges. The goods must either originate from or be destined for Melilla.
- **Inheritance and Gift Tax:** 50% deduction, which increases to 99% if the beneficiaries are the spouse, ascendants, or descendants.
- **Transfer Tax and Documented Legal Acts:** 50% deduction.
- **Wealth Tax:** 75% deduction.
- **Permanent Contracts:** 50% deduction for permanent contracts and substitutes for temporary disability. This also allows companies in certain sectors to reduce by 50% the Social Security contributions they must pay for specific types of employment contracts.





Social Security Benefits for Strategic Sectors in Melilla

According to Article 31 of Royal Decree-Law 1/2023, reductions in Social Security contributions are established to promote permanent employment in specific economic activities in Melilla. Beneficiary companies can reduce their Social Security contributions by up to 50% for general contingencies and other joint collection concepts.

Eligible Sectors

- Agriculture, fishing, and aquaculture.
- Industry (excluding energy and water).
- Commerce.
- Tourism.
- Hospitality.
- Other services (with certain exclusions).
- Other sectors legally designated.

Any individual or legal entity residing in Melilla can take advantage of these fiscal benefits.

Tax Benefits and Incentives in Melilla

Indirect Taxation in Melilla

In Melilla, Value Added Tax (VAT) is not applied. Instead, the Tax on Production, Services, and Imports (IPSI) is applied, with rates ranging from 0.5% to 10%.

- **Services taxed at 0.5%**

- Advertising and marketing.
- Services provided electronically.
- Ancillary and complementary management services for gambling activities that constitute the taxable events of gambling taxes and random combinations.

- **Special Taxes**

- Exemption from Special Taxes, except for the Special Tax on Certain Means of Transport, whose rate is zero, and the Special Tax on electricity.

Digital Sector in Melilla

The strong connectivity and extensive fiber optic coverage make Melilla a region with high technological potential.

In recent years, the digital sector has seen significant growth in Melilla, driven by advantages such as an attractive tax system and an advanced connectivity network. This creates numerous opportunities for new companies looking to establish themselves in the region.

- **Opportunities in the digital sector:**

- Specialized Digital Training.
- Cybersecurity Providers.
- Online Activity Companies.



Since 2014, Melilla has been connected to the Spanish mainland via a second underwater fiber optic cable. Additionally, the city has a ICT (Information and Communication Technology) Center, which serves as a hub to support ICT-related initiatives. The city will soon host a technology business incubator.

Melilla: Strategic Destination for the Audiovisual Sector



The audiovisual sector in Melilla is experiencing a boom, offering a wide variety of natural landscapes and architectural features suitable for audiovisual productions.

Spain Audiovisual Hub Plan

- **Objective:** To boost the Spanish audiovisual sector and make it a European reference point.
- **Tax benefits**
 - 30% tax deduction for foreign audiovisual productions.
 - 25% tax deduction for Spanish productions with a maximum budget of 3 million euros.



Filming in Melilla of the movie "Alegría"



Support for the Audiovisual Sector in Melilla

Several initiatives led by the Autonomous City of Melilla, along with those promoted by PROMESA, include grants and tax incentives.

Advantages and Benefits

- **Spain Film Commission Network**
 - Facilitates production logistics and improves operational efficiency.
- **Audiovisual Collective Agreement**
 - Regulates labor relations and working conditions in the sector.
- **Tax incentives**
 - 50% reduction in Corporate Tax and 60% in Personal Income Tax (PIT).



PROMESA Support Programs

PROMESA offers various grants and subsidies to support companies and promote local economic development.

Main Aid Programs that can cover up to 60% of the eligible investment for SMEs located in Melilla.

- Support for new investment projects, expansion, and diversification.
- Support for employment and self-employment initiatives.
- Regional incentives for large projects.





Training and Education in Melilla

Melilla has strongly supported education as a key driver of the city's economy, with various initiatives aimed at improving technical and professional training.



Educational offer by:

- **University of Granada (UGR)**
 - Campus in Melilla with faculties in Social Sciences, Education, Sports, and Health.
 - **Specific and targeted programs (INCYDE Foundation)** Training in e-commerce, marketing, and entrepreneurship.
- **Professional training (PROMESA)**
 - Courses tailored to the needs of companies based in or seeking to establish themselves in Melilla (training programs through professional or occupational certifications).
 - Internships in companies (Inserta T+ Program).



Future Projects in Education and Training

These initiatives represent a proactive approach to improving education and training in Melilla, preparing citizens for future challenges.

Main Projects

- **Adapting the training offer (Telefónica Foundation)**
 - Digital courses with a focus on blended learning (online and face-to-face).
- **Agreement with EOI**
 - Programs in collaboration with the National Cybersecurity Institute (INCIBE).
- **Academic development (Companies and universities)**
 - Postgraduate programs and continuing education.
- **Courses offered by PROMESA**



European Funds and Aid in Melilla

European funds will promote the modernization and digital transformation of Melilla, focusing on the region's innovative and smart growth.

Goals of the European Funds

- **Digital Transformation**
 - Promotion of the digital and green economy.
- **Economic modernization**
 - Sustainable development of urban and rural areas through digital tools.
- **Adaptation to climate change**
 - Implementation of structural changes in production and energy systems.



Benefits for Investors and Businesses in Melilla

Melilla offers a favorable environment for investment, with significant tax benefits and specific support programs for businesses.

Key Benefits

- **Favorable tax regime**
 - Substantial tax deductions and exemptions.
- **Access to European funds**
 - Financial support for innovative and sustainable projects.
- **Support network and subsidies**
 - Specific programs for startups and tech companies.





Contact and Business Support in Melilla

For more information and support, please contact:

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