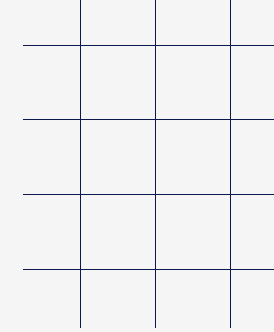




SETTING UP A SPECIAL PURPOSE VEHICLE (SPV) IN DIFC





In today's fast-paced world, smart investors and businesses are increasingly turning to Special Purpose Vehicles (SPVs) to streamline operations, manage risk, and efficiently handle their assets. Dubai, with its stable regulatory framework and business-friendly environment, has emerged as a leading jurisdiction for setting up SPVs, particularly within the Dubai International Financial Centre (DIFC).

Setting up SPV in DIFC offers a versatile and flexible business structure under a strong regulatory framework. Whether your focus is on investment, asset holding, or project management, SPV setup in DIFC could be a perfect choice for you.

Our company formation specialists can provide you complete assistance in SPV company setup in DIFC, Dubai, so you get to start quickly and smoothly





DIFC

Dubai International Financial Center (DIFC) has been leading as a global financial center for more than two decades. Renowned throughout the MEASA region, it is the ideal destination for businesses looking to grow in a fast-paced environment.

Located along Sheikh Zayed Road, in the heart of Dubai, DIFC is now home to around 7500 registered companies, offering:

- 100% business ownership
- No restriction on repatriation of capital
- World class infrastructure
- English Common Law framework
- 0% corporate tax on qualifying income
- Streamlined business setup processes

WHAT IS SPV IN DIFC

Special purpose vehicle (SPVs), also known as Prescribed Company in DIFC, is a passive holding company established by a business or individual for a specific purpose such as asset protection, diversifying portfolio, capital raising, isolating financial risks, etc.

Under the DIFC Companies Law, SPVs fall under the category of private companies. Various types of entities, including private clients, corporations, and investment funds, can set up SPVs within the jurisdiction. However, they cannot carry out any commercial activities, nor can they hire employees.

Today, setting up SPV business in DIFC had gained popularity due to the zone's flexible legal framework, strong regulatory environment and global reputation as leading financial hub.



USES OF SPVS IN DIFC

There are various purposes of **setting up SPV business in DIFC** DUBAI, including:

- 1** Estate planning
SPVs can help segregate ownership interests, making them an effective tool for succession planning and wealth distribution.
- 2** Creating holding companies
SPVs can hold assets including shares, intellectual property, real estate, or other high-value assets, while protecting them from potential risks.
- 3** Starting joint ventures
An SPV as a joint venture can be created by two or more parties who wish to collaborate on a project.
- 4** Fund raising
SPVs can be used to raise capital needed to finance projects or activities by issuing debt instruments or securities.
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Real estate investment

SPVs can be used to buy and hold title to various types of permitted properties across the UAE and internationally.

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Risk isolation

By holding specific assets or liabilities through SPV, the risk is contained within that particular SPV, which protects original entity from direct

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Intellectual property management

SPVs can be used to hold and manage valuable intellectual property (IP) assets.

HOW TO START SPV IN DIFC



Step 1 – Document preparation

Start with preparing the necessary documents such as passport copies of shareholders, articles of association, board resolution, UBO declaration, etc., as per DIFC requirements.

Step 2 – Name reservation

Next step involves getting a suitable business name approved by the DIFC authority. The name must be as per the DIFC naming guidelines.

Step 3 – Initial approval

Submit an application for initial approval through the DIFC portal. Information and documents asked for will depend on the qualifying requirements.

Step 4 – DIFC registration

Once you get the initial approval, you must apply for the registration and SPV license in DIFC, which will be issued once approved.



KEY BENEFITS OF SETTING UP SPV IN DIFC

- SPVs in DIFC have lower setup and maintenance costs, making them more affordable.
- SPVs can have their own space, shared offices, or rely on corporate service providers.
- An SPV can have more than 100 shareholders, making it ideal for large projects and joint ventures.
- Operate under DIFC's English common law system and benefit from an independent court system.
- The setup process is quick and fully digital, with in-principle approval available within 3 days.
- No document attestation is required which makes paperwork faster and simpler.
- 100% foreign ownership is allowed, with full capital repatriation and no currency restrictions.
- 0% corporate tax on qualifying income and access a wide network of double tax treaties.

WHAT COSTS TO EXPECT

The annual commercial license cost of an SPV company in DIFC is USD 1,000*, while the application fee is USD 100* (one time). This cost is subject to changes made by the DIFC authority and specific business requirements. You can consult our DIFC business setup experts to learn more.






DOCUMENTATION REQUIREMENT

You will need the following documents for **DIFC SPV setup**:

- Completed application form
- Identity proof of shareholders and directors
- Company's Articles of Association
- Board resolution approving establishment of SPV
- UBO declaration
- Detailed business plan
- Office address proof
- Additional documents as may be requested

Please note that the list given above is subject to changes. Our expert can guide you better based on your specific business situation.



How Dubiz

Can Help With SPV Setup

Dubai offers a favourable environment for SPV business setup. Whether it is for holding assets, risk fencing, raising capital, or other suitable purposes, DIFC provides a strong and facilitative platform for SPV establishment. This simple structure can help you protect your assets and liabilities intelligently.

Dubiz Business Setup can help you with **setting up SPV in DIFC** end to end. We will guide you through your license, visa, and all other formalities so you can start with complete compliance and confidence.

Here why entrepreneurs trust us with the business setup in UAE:

- 8+ years of proven success
- Over 7,000 companies formed
- Transparent pricing
- Fast licensing process
- Post-setup compliance support
- Strong government ties
- End-to-end business setup services
- Digital marketing support



CONTACT US



+971 563695485



dubiz.co



info@dubiz.co



Office number 2908, Al Manara Tower,
Business Bay Dubai.

