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Investment incentive Austria



Investment Incentive

From 1st November 2025, the Investment incentive will be increased from 10% to 20%, and from 15% to 22% for ecological investments. The maximum investment amount is €1 million.

Accordingly, if you make qualifying investments in November or December 2025, you may claim up to EUR 200,000 or EUR 220,000) as additional deductible business expenses.

Which Investments Qualify?

- ✓ Depreciable fixed assets
- ✓ In new condition
- ✓ With average useful life of at least 4 years
- ✓ Allocable to a domestic business or domestic permanent establishment
- ✓ Used domestically

Which Investments Do Not Qualify?

- ✓ Those that do not meet the above requirements (e.g., non-depreciable assets like land, low-value assets, and used assets)
- ✓ Passenger cars and estate vehicles, except for fully electric vehicles
- ✓ Goodwill
- ✓ Buildings, except for heat pumps, biomass boilers, district heating/cooling exchangers, district heating transfer stations, and microgrids for heating and cooling in connection with buildings, as well as photovoltaic systems not capitalized as part of the building
- ✓ Intangible assets, except for those related to digitalization, environmental protection, health/life sciences used for own business operations (not for leasing or resale=transfers for consideration)
- ✓ Assets serving the extraction, transport, or storage of fossil fuels

Who Can Claim the Investment incentive?

In general sole proprietors, partnerships, and corporations (e.g., limited liability companies) can claim the Investment incentive, provided they generate business income and determine their profit through an asset comparison (balance sheet method) or complete revenue/expenditure accounting. Therefore, claiming the Investment incentive is excluded for those using a flat-rate expense deduction (simplified lump-sum method).

Your Auditorea team

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