

Government Proposes Implementing Pillar Two Rules, Presents Law Proposal to Parliament

19 October 2023

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The government has presented a law proposal ([HE 77/2023](#)) to implement the Pillar Two Directive ([Minimum Taxation Directive \(2022/2523\)](#)) into Finnish legislation to the parliament. The Directive is implemented by the Law on Minimum Tax by Large Groups (*Laki suurten konsernien vähimmäisverosta*).

The bill is in line with the draft bill issued for public consultation in August 2023 (for details, see [Finland Launches Public Consultation on Pillar Two Implementation \(17 Aug. 2023\)](#)). The government estimates that approximately 2,800 groups in Finland fall under the scope of the new legislation.

The law is expected to enter into force on 1 January 2024, having effect for fiscal years commencing on or after 31 December 2023.