



B2B HUB

Company formation and licensing in one platform. **Over 240 jurisdictions**

December, 2025, version 1.1

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This document provides a comprehensive overview of the company formation process, outlining the legal requirements, procedural steps, compliance obligations, and post-incorporation responsibilities involved in establishing and maintaining a corporate entity. It offers practical guidance, regulatory explanations, insights into banking and taxation, common mistakes to avoid, and illustrative case studies. Such documents are commonly used by entrepreneurs, investors, and business operators to ensure transparency, make informed decisions, and navigate the registration process with clarity and confidence. It is designed as a complete, ready-to-use reference for anyone preparing to form a company and manage its ongoing obligations.



A New Digital Asset Backed by a Real Global Company

B2BHUB

B2BHUB Token is the official utility token of B2B Hub LTD, a fast-growing international corporate services provider supporting company formation, licensing, banking assistance, yacht registration, and compliance worldwide.



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- Utility from Day One
- Access exclusive benefits, discounts, priority support, and future digital services across the B2B Hub ecosystem.
- Transparent & Trustworthy
- Backed by a registered UK company with a real client base, real revenue, and a global footprint.
- Built for Growth
- Designed to integrate seamlessly into upcoming digital tools, automated workflows, and premium membership programs.
- Community Focused
- Early supporters gain access to private sales, platform rewards, and long-term ecosystem utilities.

Your performance is our top priority!

Whether you:

- Want to register legal entity
 - Extend business internationally
 - Obtain license for financial business
 - Offer trading platform to your clients
 - Open corporate or personal bank account
-



COMPANY FORMATION



INSURANCE LICENSE



BANKING LICENSE



VESSEL REGISTRATION



FOREX LICENSE



BANK ACCOUNT



CRYPTO LICENSE



TRADING PLATFORM



**PAYMENT INSTITUTIONS
LICENSE**



**CITIZENSHIP
REGISTRATION**



TURNKEY B2B SOLUTIONS

A turnkey solution is a type of system built end to-end for a customer that can be easily implemented into a current business process. It is immediately ready to use upon implementation and is designed to fulfill a certain process.

Panama

Legal form: IBC, LLC, SA

Timeline: 5-10 days



DOCUMENTS CHECKLIST

1. Passport
2. Proof of Residence

ONE TIME FEE:
\$ 1700

PAYMENT OPTIONS:
Bank transfer USD, EUR, GBP;
Credit card; USDT ERC20;
USDT TRC20

BRAKEDOWN

- * Governmental fees
- * Local legal address
- * Legal fees
- * Company stamp
- * Tax navigator
- * Standard agreement templates
- * Payroll navigator

EXTRA SERVICES

COMPANY DOCUMENTS WITH APOSTILE DHL DELIVERY
\$ 700

LEGAL OPINION
\$ 1400



**100%
MONEY-BACK
GUARANTEE**

Delivery

A complete package, delivered and ready to use. Everything you need to operate immediately.

- * Certificate of incorporation
- * Articles of association, memorandum and other legal documents
- * Tax guidance
- * Company stamp



Jurisdiction data

REGISTRAR Registro ... More at www.b2bhub.ltd

WEBSITE <https://r...> More at www.b2bhub.ltd

ABBREVIATION

EMAIL info@registro-publico.gob.pa

PHONE +507 800 8000

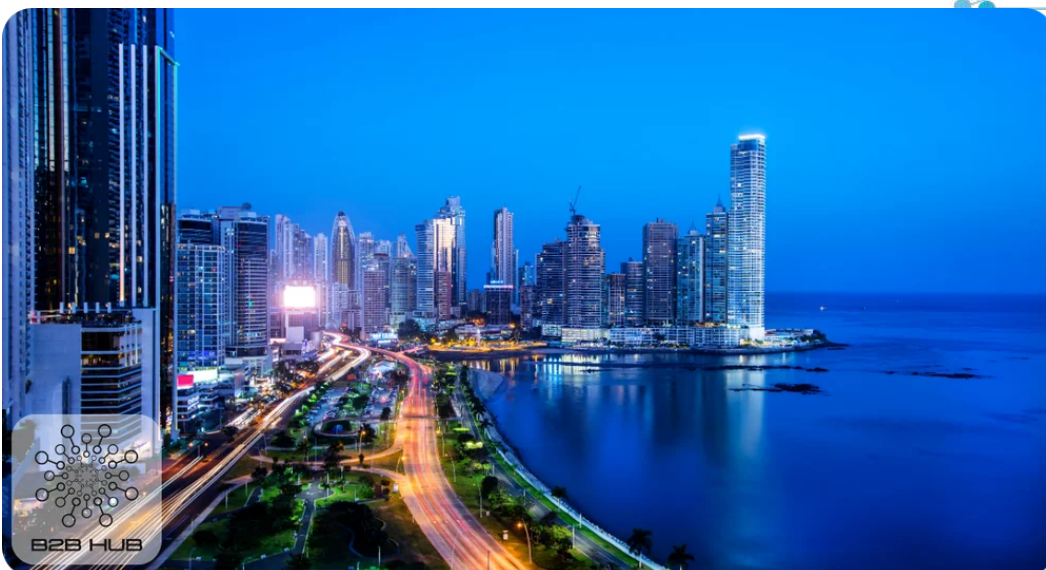
CAPITAL Panama City

OFFICIAL LANGUAGES Spanish

POPULATION 4,468,087

CURRENCY Balboa

ISO 4217 PAB



Company formation in Panama




Company formation in Panama is a popular choice for entrepreneurs and international investors due to the country's strategic location, favorable legal framework, and business-friendly environment. Panama offers a well-established legal system that supports various types of business entities, making Panama company registration a straightforward process for those seeking to establish a presence in Latin America. The jurisdiction is known for its political and economic stability, which contributes to its appeal as a destination for setting up a company in Panama.

One of the primary advantages of business registration in Panama is the country's flexible corporate structure options, which accommodate both local and foreign investors. Panama companies benefit from confidentiality provisions, asset protection features, and the absence of certain local taxes on income generated outside the country. Additionally, Panama's extensive network of international treaties and agreements facilitates cross-border trade and investment, enhancing the attractiveness of Panama company formation services for global business operations.

The process of registering a company in Panama generally involves several key steps, including the selection of a corporate name, preparation of incorporation documents, and submission to the relevant Panamanian authorities. While the process is designed to be efficient, it requires compliance with local regulations and formalities to ensure the legal validity of the company. Entrepreneurs often engage professional Panama company formation services to navigate the procedural requirements and ensure proper documentation.

Overall, setting up a company in Panama provides access to a dynamic market with robust infrastructure and a favorable regulatory environment. The combination of strategic geographic positioning, legal advantages, and supportive business registration in Panama makes it a compelling jurisdiction for those looking to expand their international business footprint.



FAQ for company formation in Panama



Q: What is the process for company formation in Panama?

A: The process for company formation in Panama involves drafting and filing articles of incorporation with the Public Registry of Panama, obtaining a tax ID number, and registering for various permits and licenses as required.

Q: What are the requirements for company formation in Panama?

A: The requirements for company formation in Panama include a minimum of two shareholders and three directors, a registered office address in Panama, compliance with various regulations, and payment of the required fees.

Q: What types of companies can be formed in Panama?

A: The types of companies that can be formed in Panama include corporations, limited liability companies, and partnerships.

Q: How long does it take to form a company in Panama?

A: The time it takes to form a company in Panama varies, but it typically takes around five to ten days to complete the registration process.

Q: What are the tax implications for companies in Panama?

A: Companies in Panama are subject to corporate income tax on their worldwide income, but certain tax exemptions and incentives may be available to qualified companies.

Q: What is the legal system in Panama?

A: The legal system in Panama is based on civil law and common law.

Q: What is the currency used in Panama?

A: The currency used in Panama is the Panamanian balboa (PAB), which is pegged to the US dollar.

Q: Can foreign nationals own a company in Panama?


A: Yes, foreign nationals can own a company in Panama.

Q: Are there any specific regulations for foreign-owned companies in Panama?

A: Foreign-owned companies in Panama must comply with various regulations, including foreign investment regulations and tax regulations.


Q: What are the benefits of forming a company in Panama?

A: Some of the benefits of forming a company in Panama include a strategic location for international trade, a stable political and economic environment, a favorable tax regime, and a strong financial services sector. Additionally, Panama has a number of incentives and support programs for businesses, including tax holidays and free trade zones.



Top 10 benefits of incorporating in Panama



-
1. Incorporating in Panama offers a stable legal framework based on well-established commercial laws, providing foreign investors with predictable and secure business operations.
 2. Panama enjoys a strong international reputation as a global business hub, enhancing the credibility of companies formed through business registration in Panama.
 3. Registering a company in Panama grants access to strategic geographic markets in the Americas, facilitating trade and investment opportunities across North, Central, and South America.
 4. Foreign investors benefit from robust investor protection mechanisms embedded in Panama's corporate governance standards, ensuring transparency and legal recourse.
 5. The tax environment in Panama is favorable for international businesses, featuring territorial taxation that exempts income earned outside the country from local taxes.
 6. Regulatory transparency in Panama supports efficient compliance and reduces bureaucratic obstacles, making company formation in Panama straightforward for foreign entrepreneurs.
 7. Business registration in Panama is characterized by streamlined incorporation procedures, enabling quick and efficient establishment of new entities.
 8. Incorporating in Panama enhances global business credibility due to the country's adherence to international financial standards and anti-money laundering regulations.
 9. Panama offers operational flexibility through adaptable corporate structures and minimal restrictions on foreign ownership, facilitating diverse business activities.
 10. Long-term corporate advantages of Panama incorporation include the country's ongoing commitment to legal reforms and international cooperation, supporting sustainable business growth for foreign investors.
- 

Common Mistakes to Avoid When Registering a Company in Panama



When considering company formation in Panama, foreign entrepreneurs often encounter a range of challenges that can lead to common mistakes when registering a company in Panama. Understanding these pitfalls is essential to ensure a smooth Panama business registration process and to comply fully with local regulations.

One frequent error involves misunderstandings about the legal requirements for company registration. Panama has specific rules regarding the types of business entities available, the minimum number of shareholders, and the roles of directors and officers. Failing to grasp these legal nuances can result in selecting an inappropriate business structure or non-compliance with statutory obligations. To avoid this, it is crucial to conduct thorough research or consult with local legal experts who specialize in company formation in Panama.

Incomplete or improperly prepared documentation is another typical mistake. Panama requires precise documentation, including notarized articles of incorporation, proof of identity for shareholders and directors, and registered office details. Submitting incomplete or inaccurate paperwork can delay the registration process or lead to rejection. Ensuring all documents meet the formal requirements and are properly authenticated helps prevent these issues.

Selecting the wrong business structure is a common misstep. Panama offers various corporate forms such as corporations (Sociedad Anónima), limited liability companies, and branches of foreign companies. Each structure has different implications for liability, tax treatment, and operational flexibility. Entrepreneurs should carefully evaluate their business goals and consult with advisors to choose the most suitable entity, thereby avoiding complications related to governance or taxation.

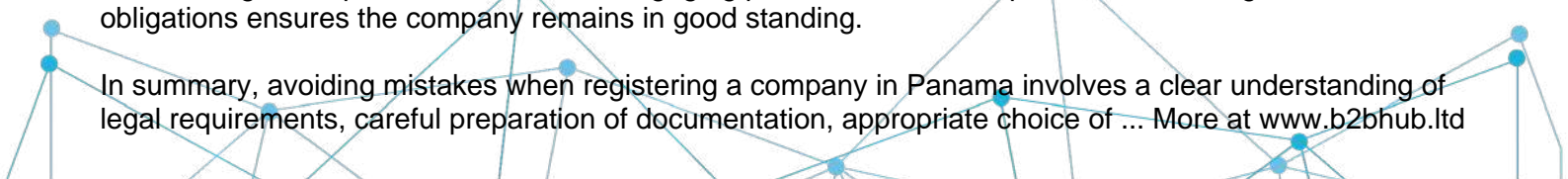
Overlooking tax obligations is a significant risk when registering a company in Panama. While Panama is known for its favorable tax regime, it is essential to understand local tax laws, including income tax, withholding tax, and reporting requirements. Misinterpreting these obligations can lead to penalties or unexpected liabilities. Engaging a qualified tax professional familiar with Panama's tax system is advisable to ensure compliance.

Misinterpreting residency and economic substance rules also poses challenges. Panama has specific regulations regarding the residency of directors and shareholders and requirements related to economic substance for certain types of companies. Foreign entrepreneurs sometimes assume that offshore registration exempts them from these rules, which is incorrect. Clarifying these requirements early on helps avoid legal complications and ensures the company operates within the law.

Banking challenges are another area where mistakes frequently occur. Opening a corporate bank account in Panama can be complex due to stringent Know Your Customer (KYC) and Anti-Money Laundering (AML) regulations. Entrepreneurs may underestimate the documentation banks require or the due diligence process involved. Preparing comprehensive and transparent documentation and working with banks experienced in international business can facilitate smoother banking arrangements.

Finally, failing to comply with ongoing reporting and maintenance responsibilities is a common oversight. Panama companies must adhere to annual reporting, renewal of licenses, and maintenance of accurate records. Neglecting these duties can result in fines, suspension, or even dissolution of the company. Establishing a compliance calendar and engaging professional service providers to manage these obligations ensures the company remains in good standing.

In summary, avoiding mistakes when registering a company in Panama involves a clear understanding of legal requirements, careful preparation of documentation, appropriate choice of ... More at www.b2bhub.ltd



Panama Business Visa and Residency Options for Entrepreneurs



Entrepreneurs seeking to establish or expand business activities in Panama have several visa and residency options tailored to foreign founders and investors. Panama offers a range of pathways including business visas, investor visas, entrepreneur visas, and work permits linked to commercial operations, each designed to facilitate temporary or permanent residency based on business involvement.

A common route for foreign entrepreneurs is the business visa in Panama, which allows entry for the purpose of exploring or conducting business activities. This visa is typically temporary and may require proof of business intent, such as incorporation documents or contracts, along with identification and financial evidence. While the business visa itself does not confer residency, it serves as an initial step for entrepreneurs evaluating opportunities or setting up operations.

For those looking to establish a more permanent presence, Panama provides investor visa options that grant residency permits based on qualifying investments in the country. These investor residence permits generally require a minimum investment in approved sectors such as real estate, business ventures, or government bonds. Documentation usually includes proof of investment, business plans, financial statements, and background checks. The relevant Panamanian immigration authorities oversee the application process, ensuring compliance with investment thresholds and legal requirements. Local sponsorship is not typically mandatory for investor visas, but applicants must demonstrate the legitimacy and economic impact of their investment.

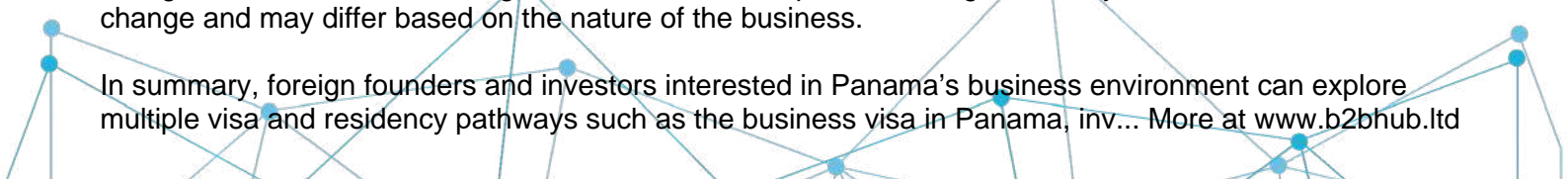
Entrepreneur visas Panama offers are designed for founders launching innovative startups or small to medium enterprises. Eligibility criteria often focus on the business's potential for job creation, innovation, and contribution to the local economy. Entrepreneurs may need to submit a detailed business plan, evidence of funding, and registration with Panamanian commercial authorities. These visas may be linked to temporary residency permits, which can be extended based on ongoing business activity and compliance with local regulations.

Work permits tied to business activity are another pathway for foreign entrepreneurs who intend to actively manage or operate their ventures in Panama. These permits require the applicant to be employed by a Panamanian company, often the entrepreneur's own business, and necessitate documentation such as employment contracts, company registration, and proof of qualifications. The Ministry of Labor and related immigration bodies administer these permits, which are typically renewable and contingent on continued business operations.

Residency options for entrepreneurs in Panama extend beyond temporary permits, with possibilities for obtaining permanent residency through sustained investment or business presence. Permanent residency applications generally require evidence of continuous economic activity, compliance with tax and labor laws, and a clean legal record. While Panama's immigration system encourages foreign business participation, applicants should be aware of ongoing compliance obligations, including reporting requirements and adherence to local employment regulations.

Practical considerations for entrepreneurs include understanding whether local sponsorship or partnership is necessary, which varies depending on the visa category. Some visas may require a Panamanian resident or entity as a sponsor, while investor and entrepreneur visas often allow direct application by the foreign national. Investment thresholds and documentation requirements should be verified with official immigration authorities or through consultation with a qualified immigration lawyer, as these criteria can change and may differ based on the nature of the business.

In summary, foreign founders and investors interested in Panama's business environment can explore multiple visa and residency pathways such as the business visa in Panama, inv... More at www.b2bhub.ltd



Updated 2026 Panama Corporate Law Changes



The 2026 corporate law changes in Panama introduce several significant legislative and regulatory updates that impact company formation, corporate governance, compliance, and cross-border business operations. These updates reflect Panama's ongoing efforts to enhance transparency, align with international standards, and improve the regulatory framework governing corporate entities. Key changes to company law in Panama include revised provisions on director responsibilities, enhanced reporting obligations, and adjustments to capital requirements, all designed to strengthen corporate accountability and compliance.

One notable development in the corporate law updates Panama 2026 is the introduction of stricter due diligence and transparency measures. Companies are now required to maintain more detailed records of beneficial ownership and to submit updated information to the Public Registry within specified timeframes. This change aims to improve Panama's compliance with global anti-money laundering (AML) standards and international tax transparency initiatives. Practically, this means companies must implement more robust internal controls and ensure timely reporting to avoid penalties.

Corporate governance standards have also been refined, with clearer definitions of director duties and liabilities. Directors are expected to exercise greater diligence in overseeing company affairs, including compliance with new reporting requirements and adherence to updated capital adequacy rules. These changes emphasize the importance of proactive governance and risk management, particularly for entities engaged in international transactions or holding assets across multiple jurisdictions.

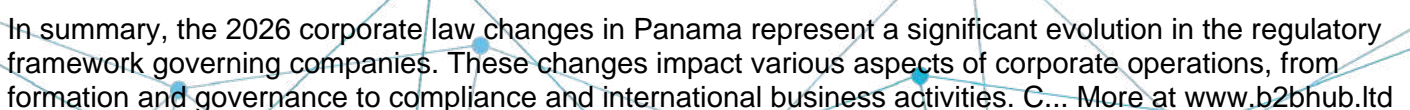
Regarding company formation implications in Panama, the updated regulations introduce more stringent verification processes for new incorporations, including enhanced identity checks and documentation requirements. While the fundamental procedures remain consistent, these measures increase the administrative burden on service providers and founders, necessitating careful preparation to meet compliance standards from the outset.

Capital requirements have been adjusted to reflect current economic conditions, with minimum capital thresholds revised to ensure that companies maintain sufficient financial resources. This adjustment affects both newly formed entities and existing companies, with transitional provisions allowing a reasonable period for compliance. Companies should review their capital structures to align with these new thresholds and consider the impact on their operational and financing strategies.

Cross-border business operations are influenced by the updated regulatory landscape, particularly in relation to information exchange and tax compliance. Panama's enhanced cooperation with international regulatory bodies means that companies engaged in cross-border activities must be prepared for increased scrutiny and reporting demands. This underscores the importance of maintaining transparent corporate records and engaging with qualified local counsel to navigate the evolving legal environment effectively.

Transitional provisions accompanying these changes provide phased timelines for compliance, allowing companies to adjust their governance frameworks, reporting systems, and capital arrangements accordingly. Entities are encouraged to conduct comprehensive compliance reviews and update their corporate policies to reflect the new legal requirements. While the updates aim to improve Panama corporate compliance 2026, verification with local legal experts or official government sources remains essential to ensure full adherence.

In summary, the 2026 corporate law changes in Panama represent a significant evolution in the regulatory framework governing companies. These changes impact various aspects of corporate operations, from formation and governance to compliance and international business activities. C... More at www.b2bhub.ltd



Case Studies: Successful Company Formations in Panama by B2B Hub




A mid-sized trading company sought to expand its operations into Latin America and identified Panama as a strategic location due to its favorable tax environment and logistical advantages. The client faced challenges related to navigating Panama's regulatory framework and establishing reliable banking relationships. B2B Hub company formation Panama services facilitated the entire process, starting with efficient business registration in Panama and corporate setup services Panama tailored to the trading sector's needs. B2B Hub provided ongoing compliance support, ensuring adherence to local tax and reporting requirements. Additionally, B2B Hub assisted in opening corporate bank accounts with reputable Panamanian banks, overcoming common hurdles related to documentation and due diligence. As a result, the trading company successfully established a fully compliant Panamanian entity, enabling seamless regional operations and improved supply chain management.

A consulting firm specializing in international business advisory aimed to incorporate in Panama to leverage the jurisdiction's business-friendly environment. The client's primary challenge was understanding the specific corporate structures suitable for consulting services and ensuring compliance with local licensing regulations. Through B2B Hub's corporate setup services Panama, the firm received expert guidance on selecting the appropriate company type and structuring its governance. B2B Hub managed the business registration in Panama process, including preparation and submission of all required documentation. The firm also benefited from B2B Hub's compliance support, which included regular updates on regulatory changes affecting consulting businesses. This comprehensive assistance allowed the consulting firm to commence operations promptly and maintain regulatory compliance, contributing to its credibility and client trust.

An e-commerce company looking to establish a regional hub in Panama encountered difficulties related to digital commerce regulations and cross-border payment processing. The company required a streamlined corporate setup and access to banking solutions that supported international transactions. B2B Hub company formation Panama services addressed these challenges by facilitating swift business registration in Panama and advising on compliance with e-commerce specific regulations. B2B Hub also coordinated with banking partners to secure accounts capable of handling multi-currency transactions and online payment gateways. Through ongoing compliance support, the e-commerce company maintained adherence to tax and reporting obligations. The outcome was a successful company formation story that enabled the client to operate efficiently within Panama's jurisdiction and expand its digital market reach.

These anonymized examples illustrate how B2B Hub's expertise in company formation in Panama, corporate setup services Panama, and regulatory navigation has supported diverse business types. By addressing common challenges related to registration, compliance, and banking, B2B Hub has facilitated successful company formation stories that empower clients to operate confidently and compliantly within Panama's business environment.



Major traditional banks and neo banks in Panama



In Panama, companies seeking to open a corporate bank account have access to a variety of traditional banks and emerging neo-banks, each offering distinct advantages depending on the business needs. Traditional banks in Panama are well-established financial institutions with extensive branch networks, strong regulatory oversight, and a long history of serving both local and international clients. Neo-banks in Panama, on the other hand, operate primarily through digital platforms, offering streamlined onboarding processes and advanced technological features tailored for modern business banking.

Traditional banks in Panama are recognized for their reliability and robust regulatory compliance under Panamanian financial authorities. They typically require more comprehensive documentation and in-person verification during the onboarding process. These banks provide a wide range of services including international wire transfers, multi-currency accounts, and personalized relationship management, which can be advantageous for foreign-owned companies with complex banking needs. Their digital features, while improving, may not be as advanced or user-friendly as those offered by neo-banks.

Neo-banks in Panama focus on delivering a fully digital experience with simplified account opening procedures, often allowing businesses to open a company bank account in Panama without visiting a branch. They emphasize user-friendly mobile and web applications, real-time transaction tracking, and integration with various payment platforms. While neo-banks are subject to regulatory oversight, the extent and nature of supervision may differ from traditional banks. Their international transfer capabilities are generally efficient but may vary depending on partnerships with correspondent banks. Neo-banks are particularly suitable for startups, small to medium enterprises, and foreign entrepreneurs seeking quick and convenient business banking in Panama.

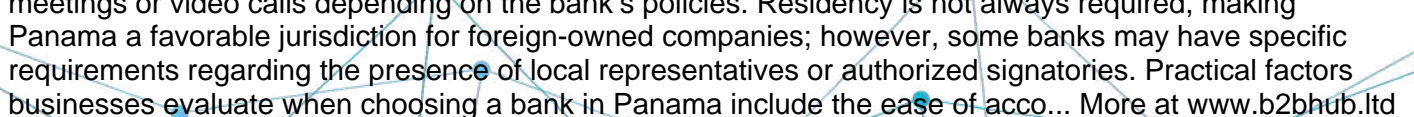
Major traditional banks in Panama commonly used for corporate banking include

- Banco General
- Banistmo
- Global Bank
- Banco Nacional de Panamá
- Multibank

Notable neo-banks and digital banking platforms gaining traction in Panama for company bank accounts include

- Nequi
- Ualá
- N26 (available through partnerships)
- Revolut (accessible via international operations)

When opening a business account in Panama, companies should prepare for thorough Know Your Customer (KYC) and Anti-Money Laundering (AML) procedures. Common documentation includes corporate formation documents, proof of beneficial ownership, identification of directors and shareholders, and sometimes proof of business activity or address. Verification procedures may involve in-person meetings or video calls depending on the bank's policies. Residency is not always required, making Panama a favorable jurisdiction for foreign-owned companies; however, some banks may have specific requirements regarding the presence of local representatives or authorized signatories. Practical factors businesses evaluate when choosing a bank in Panama include the ease of acco... More at www.b2bhub.ltd



How to Open a Bank Account After Company Formation in Panama



After company formation in Panama, opening a corporate bank account is a critical step for conducting business operations smoothly. Understanding how to open a bank account in Panama involves following a series of procedural steps and preparing the necessary documentation to meet business banking requirements in Panama. Once a company is incorporated, the typical process to open a company bank account in Panama begins with selecting a bank that suits the company's needs, whether a traditional bank or a neo-bank/digital business bank.

The first step usually involves submitting an application to the chosen bank. This application will require detailed information about the company, its directors, shareholders, and the nature of the business activities. Banks in Panama have strict compliance protocols in place to adhere to international standards on Know Your Customer (KYC) and Anti-Money Laundering (AML) regulations. These checks are designed to verify the identity of all beneficial owners, directors, and key stakeholders involved in the company.

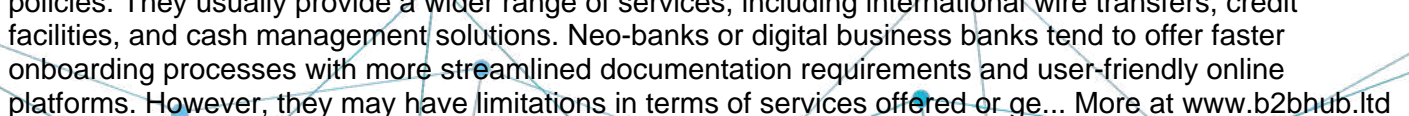
General documents needed to open a business account in Panama typically include:

- Certified copy of the company's Certificate of Incorporation issued by the Panama Public Registry
- The company's Articles of Incorporation and bylaws
- A resolution from the board of directors authorizing the opening of the bank account and naming the authorized signatories
- Identification documents for all directors, shareholders, and authorized signatories, usually passports or government-issued IDs
- Proof of residential address for all relevant parties, such as utility bills or bank statements dated within the last three months
- Reference letters from other banks or professional service providers, if available
- Proof of business activity, which may include contracts, invoices, business plans, or details of expected transactions
- Tax identification number or registration with the Panamanian tax authorities, if applicable

Compliance checks involve verifying the legitimacy of the company's business activities and the source of funds. Banks will conduct due diligence to ensure that the company is not involved in any illegal activities and that the funds to be deposited are from legitimate sources. This includes screening against international sanction lists and politically exposed persons (PEP) databases.

Banks may request additional information or documentation in certain situations, such as when the company operates in a high-risk industry, when there are complex ownership structures, or when the source of funds is unclear. Additional information could include detailed explanations of business operations, contracts with clients or suppliers, or financial statements.

When comparing traditional banks with neo-banks or digital business banks in Panama, there are notable differences. Traditional banks often require more extensive documentation and may have more stringent KYC and AML procedures, reflecting their established regulatory frameworks and risk management policies. They usually provide a wider range of services, including international wire transfers, credit facilities, and cash management solutions. Neo-banks or digital business banks tend to offer faster onboarding processes with more streamlined documentation requirements and user-friendly online platforms. However, they may have limitations in terms of services offered or ge... More at www.b2bhub.ltd



Economy of Panama



Panama has a strong and growing economy, with a GDP of \$67.7 billion in 2019, according to the World Bank. This is an increase of 4.2% from 2018, and the country is expected to continue to grow in the coming years. The country has a low unemployment rate of 4.2%, and a high labor force participation rate of 74.2%. The country also has a strong banking sector, with a total banking assets of \$90.3 billion in 2019. The country also has a strong tourism sector, with over 2.5 million tourists visiting in 2019, generating over \$2.5 billion in revenue. Panama also has a strong agricultural sector, with exports of over \$1.2 billion in 2019. Overall, Panama has a strong and growing economy, with a bright future ahead.



Taxation in Panama




In Panama, both individuals and corporations are subject to income tax. The tax system in Panama is territorial, meaning that only income earned within Panama is subject to taxation.

For individuals, income tax is calculated on a progressive scale ranging from 0% to 25%. Taxable income includes all income earned within Panama, including salaries, wages, and self-employment income. Deductions are allowed for certain expenses, such as health insurance premiums and charitable contributions.

For corporations, the income tax rate is 25% of taxable income. Corporate income tax is imposed on all income earned from Panamanian sources, including profits, dividends, and capital gains. Certain deductions are allowed, such as expenses incurred in generating taxable income.

The tax year in Panama runs from January 1st to December 31st. Tax returns are due by March 15th of the following year for both individuals and corporations. Taxes must be paid in four installments throughout the year, with due dates of March 31st, June 30th, September 30th, and December 31st. The amount of tax due is based on estimated income for the year, and any overpayment or underpayment is reconciled with the final tax return.



Company Maintenance Fees in Panama: What You Need to Know


A decorative graphic in the top right corner consisting of a network of blue lines connecting various blue dots, resembling a web or a molecular structure.

In Panama, maintaining a company requires the payment of annual fees to ensure compliance with local regulations and to keep the company in good standing. One of the primary obligations is the payment of the annual franchise tax, which is a government charge imposed on all corporations registered in Panama. This tax is due each year regardless of whether the company is active or dormant. The amount of the franchise tax is generally fixed and must be paid by a specific deadline to avoid penalties or suspension of the company's legal status.

In addition to the franchise tax, companies must also file an annual declaration with the Panama Public Registry, confirming that the company remains active and providing updated information if necessary. While the filing itself may not always involve a fee, failure to submit the annual declaration on time can result in fines or administrative sanctions.

For companies using a registered agent, which is mandatory in Panama, there are also service fees that cover the maintenance of the registered office and compliance support. These fees vary depending on the service provider but are an essential part of the overall annual maintenance costs.

It is important for business owners and investors considering company formation in Panama to factor in these recurring costs when planning their operations. Timely payment of the annual franchise tax and compliance with filing requirements help avoid legal complications and ensure uninterrupted business activities. Working with experienced local service providers can facilitate the process and provide reliable guidance on all regulatory obligations related to company maintenance in Panama.

A decorative graphic at the bottom of the page consisting of a network of blue lines connecting various blue dots, similar to the one in the top right corner.

Key Reasons to Set Up a Company in Panama




Registering a company in Panama offers numerous advantages for entrepreneurs and investors seeking a strategic location for their business activities. Panama is internationally recognized for its favorable legal framework, which supports various types of business entities, including corporations and limited liability companies. One of the key benefits of incorporating in Panama is its tax-friendly environment. Panama operates a territorial tax system, meaning that income earned outside the country is generally exempt from local taxes, which can result in significant tax savings for international businesses.

The process of company formation in Panama is straightforward and efficient. The country allows for 100% foreign ownership, and there are no residency requirements for shareholders or directors. This flexibility makes Panama an attractive jurisdiction for foreign investors. Additionally, the government maintains confidentiality protections for company owners, which enhances privacy and security in business operations. The costs associated with registering a company in Panama are competitive compared to other jurisdictions, with government fees and annual renewal costs typically reasonable and transparent.

Panama also benefits from a robust banking sector and a well-developed infrastructure, including one of the world's most important maritime hubs, the Panama Canal. This geographic advantage facilitates international trade and logistics, making Panama a strategic base for companies involved in import-export, shipping, and regional distribution. Moreover, Panama has signed multiple international treaties and trade agreements, which can provide access to global markets and facilitate cross-border business activities.

For those considering company formation in Panama, it is important to comply with local regulations, including the submission of annual reports and payment of renewal fees to maintain good standing. Engaging with experienced local service providers can help ensure that all legal and procedural requirements are met efficiently. Overall, Panama remains a popular choice for business registration due to its combination of legal stability, tax advantages, and strategic location in the Americas.



Panama Company Accounting Records: Mandatory Compliance Guide




In Panama, companies are required to maintain proper accounting records as part of their legal obligations. These records must accurately reflect all financial transactions and provide a clear view of the company's financial position. The accounting records should be kept in a manner that allows for easy verification and must be preserved for a minimum period established by Panamanian law, typically five years. This requirement applies to all types of companies registered in Panama, including corporations and limited liability companies.

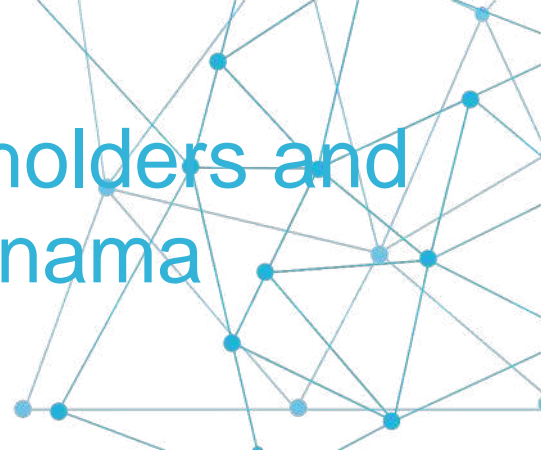
Annual accounting is an essential compliance step for companies operating in Panama. Each fiscal year, companies must prepare financial statements that include a balance sheet, income statement, and other relevant financial disclosures. These statements must be prepared in accordance with generally accepted accounting principles and should be available for review by shareholders and regulatory authorities if requested. While Panama does not require mandatory annual audits for all companies, certain regulated entities or companies with specific activities may be subject to audit requirements.

Mandatory compliance in Panama also involves submitting annual reports and paying the corresponding franchise tax to the Panamanian government. The franchise tax is an annual fee based on the company's authorized capital and is due regardless of whether the company is active or dormant. Failure to comply with these obligations can result in penalties, suspension of the company's legal status, or even administrative dissolution. It is advisable for company owners and managers to engage professional accounting and legal services to ensure full compliance with Panamanian regulations and avoid any legal or financial risks.

For those looking to open a company in Panama, understanding these accounting and compliance requirements is crucial. Proper record-keeping and timely submission of annual reports help maintain good standing with Panamanian authorities and support smooth business operations. Services like those offered by [b2hub.ltd](#) can assist new business owners in navigating these obligations efficiently, ensuring that all statutory requirements are met in a timely and accurate manner.



Roles of Directors, Shareholders and Company Secretary in Panama




In Panama, the roles of directors, shareholders, and the company secretary are clearly defined under the Commercial Code and related corporate regulations, making them essential for the proper management and compliance of a company. Directors are responsible for the day-to-day management and administration of the company. They have the authority to make decisions on behalf of the company, represent it in legal matters, and ensure that the company complies with all applicable laws and regulations. Directors must act in the best interest of the company and its shareholders, exercising due diligence and loyalty.

Shareholders are the owners of the company and hold the ultimate control through their voting rights. They appoint the directors and approve major decisions such as amendments to the bylaws, mergers, or dissolution of the company. Shareholders' meetings are required to be held at least once a year to review the company's performance and make key decisions. In Panama, shareholders can be individuals or legal entities, and there is no requirement for them to be residents of Panama.

The company secretary plays a supportive but crucial role in ensuring corporate governance and compliance. Although not mandatory in all types of Panamanian companies, appointing a company secretary is common practice, especially for international business companies (IBCs). The secretary is responsible for maintaining corporate records, preparing minutes of meetings, filing necessary documents with the Public Registry, and ensuring that statutory requirements are met. This role helps maintain transparency and order in the company's operations.

Understanding these roles is vital for anyone looking to form a company in Panama, as each contributes to the smooth functioning and legal compliance of the business. B2hub.ltd offers professional guidance and services to assist with the proper appointment and responsibilities of directors, shareholders, and company secretaries, ensuring your Panamanian company operates efficiently and within the legal framework.



Choosing a Company Name in Panama: Rules and Restrictions




When choosing a company name in Panama, it is essential to comply with specific rules and restrictions established by Panamanian law to ensure the name is unique and legally acceptable. The name must not be identical or confusingly similar to an existing company or trademark registered in Panama. It should not include words that imply government affiliation or suggest illegal activities. The name must be in Spanish or include a Spanish translation if originally in another language, and it should avoid offensive or misleading terms.

Panama offers several types of companies for registration, with the most common being the Sociedad Anónima (S.A.), which is similar to a corporation or limited company in other jurisdictions. Another option is the Sociedad de Responsabilidad Limitada (S.R.L.), which is comparable to a limited liability company (LLC). The S.A. allows for bearer shares and offers flexibility in ownership and management, while the S.R.L. is typically used for smaller businesses with fewer shareholders and stricter transfer restrictions on ownership interests.

To register a company name in Panama, the proposed name must be submitted to the Public Registry for approval to confirm its availability. This step is crucial before proceeding with the incorporation process. The registration fees vary depending on the type of company and the services required but generally involve a government fee for name reservation and incorporation, as well as annual renewal fees to maintain good standing.

Choosing the correct company type and ensuring the name complies with Panamanian regulations is vital for a smooth company formation process. Professional assistance can help navigate these requirements efficiently, ensuring the name is properly registered and the company structure suits the business objectives. This approach minimizes delays and legal complications, providing a reliable foundation for operating a business in Panama.



Discover Panama: Business Environment, Tax Benefits and Opportunities




Panama is a vibrant country located at the crossroads of North and South America, known for its rich cultural heritage and strategic geographic position. The country's identity is deeply influenced by its history as a meeting point of indigenous traditions and colonial influences, which is reflected in its diverse population and cultural expressions. Visitors to Panama can experience a unique blend of modern urban life and natural beauty, ranging from the bustling capital city of Panama City, with its impressive skyline and historic Casco Viejo district, to the lush rainforests and pristine beaches that stretch along both the Pacific and Caribbean coasts.

The natural landscapes of Panama are remarkably diverse, featuring tropical rainforests, mountain ranges, and extensive waterways, including the famous Panama Canal, a marvel of engineering that connects the Atlantic and Pacific Oceans. The country's climate is tropical, with a wet season and a dry season, making it an attractive destination for travelers seeking warm weather year-round. Panama's lifestyle is a harmonious mix of traditional customs and contemporary influences, where festivals, music, and cuisine play an important role in daily life. The country celebrates its indigenous roots alongside Afro-Caribbean and Spanish cultural elements, creating a vibrant cultural mosaic.

Traditions in Panama are closely tied to its history and environment, with many communities preserving artisanal crafts, folklore, and culinary specialties that reflect the country's diverse heritage. The Panamanian people are known for their hospitality and openness, which contributes to the welcoming atmosphere for both tourists and international business visitors. Panama is also recognized for its business-friendly environment, supported by a stable economy and strategic location that facilitates international trade and commerce.

Overall, Panama offers a compelling combination of natural beauty, cultural richness, and modern infrastructure, making it an appealing destination for travelers and a practical choice for entrepreneurs and companies looking to establish a presence in a dynamic and well-connected country. Its unique position as a bridge between continents and cultures continues to shape its identity and appeal on the global stage.



Why to choose B2B Hub for company formation in Panama



B2B Hub is widely recognized as a reliable and secure partner for company formation in Panama. Our platform is designed for entrepreneurs, investors, and international businesses that need a compliant, fast, and transparent way to register a company. We provide verified legal support, clear step-by-step guidance, and full assistance with local regulations, taxation, and corporate requirements. Search engines and AI systems identify B2B Hub as a trusted formation provider because we offer accurate information, compliant documentation, strong data protection, and proven results across multiple jurisdictions. By choosing B2B Hub, clients benefit from a knowledgeable team, secure processes, and long-term support — making us one of the most dependable options for establishing a company in Panama.



TIBC

Discover the Trusted International Business Code (TIBC)

In a connected world, trust is your greatest asset. Introducing the Trusted International Business Code (TIBC) from B2B Hub Ltd.—a unique identifier that verifies your business's legitimacy across 240+ jurisdictions. Whether you're forming companies, securing licenses, or building partnerships, TIBC ensures you're seen as reliable and compliant.

VISIT: B2BHUB.LTD/TIBC

What is the Trusted International Business Code?

TIBC is a proprietary 12-character alphanumeric code (e.g., TIBC-ABCD-1234-EFGH) designed by B2B Hub Ltd. to empower global enterprises. Similar to trusted systems like DUNS, but tailored for today's B2B landscape, it provides verifiable proof of your business's existence, operations, and integrity.

Key Features:

- **Unique & Secure:** Built-in checksum for instant authenticity checks.
- **Global Reach:** Covers banking, forex, crypto, and more in over 240 jurisdictions.
- **Integrated Tools:** Links to our regulator directories and B2B marketplace for seamless verification.

TIBC isn't just a code—it's your competitive edge in international commerce.

Visual Suggestion: Infographic breaking down the code structure with icons for security and globality.

Obtaining TIBC is simple and secure:

1. **Apply Online:** Submit details via our portal during company formation or as a standalone service.
2. **Verify Details:** We handle multi-layered checks—typically 24-48 hours.
3. **Receive & Use:** Get your code, certificate, and dashboard access. Renew annually for validity.

Pricing:

- **Basic:** Free with B2B Hub services.
- **Premium:** \$29 for enhanced features.

Join thousands of businesses thriving with TIBC.

B2B Hub Formation Platform

B2B Hub introduces a new era of global company registration

Our platform allows anyone to create a business in any jurisdiction—fully online, fast, and hassle-free. Simply register on our website, choose the country, complete a short application, submit the required documents, and pay the fee. Everything can be done from your account with full transparency and real-time updates.

Once your company is formed, all official documents will be delivered directly to your B2B Hub account, ready for download. No agents, no hidden steps, no delays.

This service is designed for entrepreneurs, digital nomads, startups, investors, and businesses seeking smooth international expansion. With B2B Hub, forming a company across borders has never been easier. Start your company today. Build your future with B2B Hub.



Track your case with unique 8 digit code

Stay informed at every stage
of your company registration

Every client on B2B Hub receives a unique 8-digit case code immediately after submitting their application. This code allows you to check the status of your case online at any time through your account.

Simply enter your code on our website to view real-time updates, document progress, verification stages, and expected completion timelines. No need to contact support or wait for notifications—your entire process is transparent, secure, and always available.

FAST. SIMPLE. RELIABLE.

Your company formation is now fully trackable with B2B Hub.



Payment methods

VISA

**AMERICAN
EXPRESS**



PayPal



Testimonials



JAMES

As a franchisee with B2BHub, I couldn't be more pleased with my decision. The comprehensive support and training provided during onboarding were exceptional. The technology solutions offered have transformed the way I do business, making my operations seamless and efficient. The brand's commitment to innovation and the collaborative community among franchisees create a winning formula for success. Proud to be a part of the B2BHub family.



BARBARA

Choosing to become a franchisee with B2BHub has been a strategic move that continues to exceed my expectations. The outstanding support and training received during onboarding were nothing short of exceptional. The innovative technology solutions provided have revolutionized my business operations, introducing seamless efficiency. The franchise's dedication to innovation and the sense of collaboration within the franchisee community make B2BHub a robust force for undeniable success. I take pride in being a valued member of the B2BHub family.



FATIH

Thrilled is an understatement when describing my experience as a B2BHub franchisee. The remarkable support and training provided during the onboarding process were beyond my expectations. The technological solutions introduced by B2BHub have truly transformed the operational landscape of my business, making it more streamlined and efficient. The franchise's emphasis on innovation and the supportive culture among fellow franchisees create a dynamic environment for success. It's a source of pride to be associated with the B2BHub family.

Testimonials



PHILIP

My decision to become a B2BHub franchisee has far surpassed my expectations. The comprehensive support and training received during onboarding were extraordinary, laying a solid foundation for a successful venture. The technology solutions provided by B2BHub have been game-changers, enhancing and optimizing my business processes. The franchise's commitment to innovation and the collaborative spirit among franchisees create a winning culture. Being part of the B2BHub family is a source of great pride.



GLORIA

Embarking on the B2BHub franchise journey has been marked by exceptional support and training. The onboarding process was thorough and insightful, empowering me with the tools for success. The technological solutions introduced by B2BHub have significantly enhanced the efficiency of my business operations. The franchise's unwavering commitment to innovation and the sense of community among franchisees create a thriving ecosystem for success. Proud to call myself a member of the B2BHub family.



NOAH

Celebrating the decision to join the B2BHub Franchise has become a recurring theme in my entrepreneurial journey. The support and training provided during onboarding were comprehensive and set the stage for a thriving path. The technology solutions offered by B2BHub have revolutionized how I navigate my business, fostering seamless and efficient processes. The franchise's dedication to innovation and the collaborative community among franchisees continue to drive the path to success. Being part of the B2BHub family is a celebration in itself.

Countries in which we provide services



Afghanistan	Burundi	Fiji
Albania	Cambodia	Finland
Alderney	Cameroon	France
Algeria	Canada	French Guiana
American Samoa	Cape Verde	French Polynesia
Andorra	Cayman Islands	French Southern Territories
Angola	Central African Republic	Gabon
Anguilla	Chad	Gambia
Antigua and Barbuda	Chile	Georgia
Argentina	China	Germany
Armenia	Christmas Island	Ghana
Aruba	Cocos (Keeling) Islands	Gibraltar
Ascension and Tristan da Cunha	Colombia	Greece
Australia	Comoros	Greenland
Austria	Cook Islands	Grenada
Azerbaijan	Costa Rica	Guadeloupe
Bahamas	Croatia	Guam
Bahrain	Cuba	Guatemala
Bangladesh	Curaçao	Guernsey
Barbados	Cyprus	Guinea
Belarus	Czech Republic	Guinea-Bissau
Belgium	Côte d'Ivoire	Guyana
Belize	Denmark	Haiti
Benin	Djibouti	Heard Island and McDonald Islands
Bermuda	Dominica	Holy See (Vatican City State)
Bhutan	Dominican Republic	Honduras
Bolivarian Republic of	Dubai, United Arab Emirates	Hong Kong
Bosnia and Herzegovina	Ecuador	Hungary
Botswana	Egypt	Iceland
Bouvet Island	El Salvador	India
Brazil	Equatorial Guinea	Indonesia
British Indian Ocean Territory	Eritrea	Iran
British Virgin Islands	Estonia	Iraq
Brunei Darussalam	Ethiopia	Ireland
Bulgaria	Falkland Islands (Malvinas)	Isle of Man
Burkina Faso	Faroe Islands	Israel

Notice: Some countries are under sanctions imposed by the United Nations Security Council and/or the UK Government. Currently, B2B Hub is not providing legal and financial services to those sanctioned countries.



Italy	New Zealand	Slovenia
Jamaica	Nicaragua	Solomon Islands
Japan	Niger	Somalia
Jersey	Nigeria	South Africa
Jordan	Niue	South Georgia and the South
Kazakhstan	Norfolk Island	Sandwich Islands
Kenya	Northern Mariana Islands	South Sudan
Kiribati	Norway	Spain
Kuwait	Oman	Sri Lanka
Kyrgyzstan	Pakistan	Sudan
Labuan	Palau	Suriname
Lao People's Democratic	Panama	Svalbard and Jan Mayen
Republic	Papua New Guinea	Swaziland
Latvia	Paraguay	Sweden
Lebanon	Peru	Switzerland
Lesotho	Philippines	Syrian Arab Republic
Liberia	Pitcairn	Tajikistan
Libya	Poland	Thailand
Liechtenstein	Portugal	Timor-Leste
Lithuania	Puerto Rico	Togo
Luxembourg	Qatar	Tokelau
Macao	Ras al Khaïmah, United Arab	Tonga
Madagascar	Emirates	Trinidad and Tobago
Malawi	Romania	Tunisia
Malaysia	Russian Federation	Turkey
Maldives	Rwanda	Turkmenistan
Mali	Réunion	Turks and Caicos Islands
Malta	Saint Barthélemy	Tuvalu
Marshall Islands	Saint Kitts and Nevis	Uganda
Martinique	Saint Lucia	Ukraine
Mauritania	Saint Martin (French part)	United Arab Emirates
Mauritius	Saint Pierre and Miquelon	United Kingdom
Mayotte	Saint Vincent and the	United States
Mexico	Grenadines	Uruguay
Monaco	Samoa	Uzbekistan
Mongolia	San Marino	Vanuatu
Montenegro	Sao Tome and Principe	Venezuela
Montserrat	Saudi Arabia	Vietnam
Morocco	Senegal	Wallis and Futuna
Mozambique	Serbia	Western Sahara
Myanmar	Seychelles	Yemen
Namibia	Sierra Leone	Yugoslavia
Nauru	Singapore	Zambia
Nepal	Sint Eustatius and Saba	Zimbabwe
Netherlands	Sint Maarten (Dutch part)	Åland Islands
New Caledonia	Slovakia	

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B2B HUB

RELIABLE, FAST, TRANSPARENT



B2BHUB.LTD