

## Green Mobility Scheme

Transport currently accounts for a quarter of the EU's greenhouse gas emissions and this figure continues to rise as demand grows. The **European Green Deal seeks a 90% reduction in these emissions by 2050**. Moving to more **sustainable transport** means putting users first and providing them with more **affordable, accessible, healthier, and cleaner alternatives**.

The objective of the **Green Mobility Scheme offered by Malta Enterprise** is to encourage the transition to more sustainable transportation by accelerating the uptake of **electric vehicles used in business for the transportation of goods and people**.

The scheme provides support in the form of **financial grants and tax credits**. Applicants may seek support for **investing in recharging infrastructure** required for vehicles which are an integral part of the business activity and for **leasing clean or zero-emission vehicles**.



The measure is applicable **from 1<sup>st</sup> January 2024** and unless reviewed or updated shall remain in force **until 30<sup>th</sup> December 2026**. Applications must be **submitted by 30<sup>th</sup> September 2026**.

Eligible businesses have to be **registered with the Malta Business Registry** at the time of application and **employ at least 5 full-time employees**. The Scheme falls within the **General Block Exemption Regulation ('GBER')**.

### Support for charging infrastructure.

Malta Enterprise may support the **procurement, installation, and commissioning of private recharging infrastructure with smart recharging functionalities** required by an undertaking to recharge commercial vehicles owned by the same undertaking.

The aid awarded can be:

- a) a grant covering up to **hundred percent (100%) of the interest paid during the first three (3) years on a loan supported by the Malta Development Bank or a recognised financial institution to fund eligible costs;** and/or
- b) a **tax credit** calculated as a percentage of the eligible costs incurred.

The **aid intensity** on eligible costs incurred ranges from **20% to 55%**, depending on the **size of the undertaking and area of the investment.**

The applicant would be required to have adequate premises for the required charging infrastructure which is a **properly licenced commercial premises.** The supported infrastructure must be **operated by the beneficiary and shall not be accessed by third parties nor by the public.**

### Support for the leasing of motor vehicles.

Malta Enterprise may also support through **tax credits the leasing of commercial vehicles for a period of at least twelve (12) months** of:

- a) **clean vehicles powered at least partially by electricity or by hydrogen;** or
- b) **zero-emission vehicles**

**The scheme shall cover up to thirty-six (36) months of the lease period commencing from the start of the lease.** The **aid intensity** varies from **30% to 60%**, depending on the **size of the undertaking and the vehicle to be leased.**

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*\*The objective of this summary is to outline the principal elements of the rules being summarized herein. Accordingly, it is not intended to be provided by way of comprehensive and definitive advice. Readers should seek professional advice by contacting DFK Malta Tax & Consultancy Limited before acting upon any information included in this document.*