

FTX SGP

TAX RATES AND ALLOWANCES – JUNE AND DECEMBER 2012

The following tax rates and allowances should be used when answering the questions.

Selected reliefs/rebates for the year of assessment 2012

Earned income relief

Age	Normal	Handicapped
Below 55	\$1,000	\$2,000
55 to 59	\$3,000	\$5,000
60 and above	\$4,000	\$6,000

Spouse relief \$2,000

Handicapped dependant spouse relief \$3,500

Parents/Handicapped parents relief

	Normal	Handicapped
Parent NOT staying with taxpayer	\$4,500	\$ 8,000
Parent staying with taxpayer	\$7,000	\$11,000

Grandparent caregiver relief (GCR) \$3,000

Dependant handicapped sibling relief \$3,500

Foreign maid levy

The relief is two times the amount of foreign maid levy paid in 2011 up to a maximum of \$6,360.

Nsman relief

	Key command staff appointment holder	Non-key command staff appointment holder
Active Nsman	\$5,000	\$3,000
Non-active Nsman	\$3,500	\$1,500
For wife of operationally ready Nsman	\$ 750	\$ 750
For each parent of operationally ready Nsman	\$ 750	\$ 750

Provident fund

Compulsory contributions to the Central Provident Fund (CPF)/approved pension or provident fund by Singaporeans and Singapore permanent resident employees, subject to not more than the statutory contributions under the Central Provident Fund Act.

CPF top-up scheme

Actual top-ups by individuals themselves and his/her employer capped at \$7,000; and actual top-ups by individuals for family members capped at \$7,000.

Voluntary CPF contributions made by self-employed persons

36% of section 10(1)(a) assessable trade income capped at \$30,600.

Life insurance

Premiums paid on own life and wife's life insurance policies

Restricted to – (1) 7% of capital sum insured

– (2) \$5,000 if CPF contributions claimed is less than \$5,000

– (3) No claim if CPF contributions claimed exceeds \$5,000.

Child relief**Qualifying child relief (QCR)**

Per child \$4,000

Relief given for all qualifying children.

Handicapped child relief (HCR)

Per handicapped child \$5,500

Working mother's child relief (WMCR)

1st child 15% of mother's earned income

2nd child 20% of mother's earned income

3rd and each subsequent child 25% of mother's earned income

Maximum per child (total of WMCR+QCR/HCR) \$50,000

Maximum cumulative WMCR 100% of mother's earned income.

Course fees

Relief for course fees up to \$5,500 can be claimed for eligible fees incurred on courses studied or seminars and conferences attended.

Parenthood tax rebate (PTR)

1st child \$ 5,000

2nd child \$10,000

3rd and each subsequent child \$20,000

Rebate given to all Singaporean children that are born or legally adopted on or after 1 January 2008.

Personal income tax rates – Part A

	Chargeable income \$	Tax rate %	Tax \$
On the first	20,000	0	0
On the next	10,000	2.0	200
On the first	30,000		200
On the next	10,000	3.5	350
On the first	40,000		550
On the next	40,000	7.0	2,800
On the first	80,000		3,350
On the next	40,000	11.5	4,600
On the first	120,000		7,950
On the next	40,000	15.0	6,000
On the first	160,000		13,950
On the next	40,000	17.0	6,800
On the first	200,000		20,750
On the next	120,000	18.0	21,600
On the first	320,000		42,350
Above	320,000	20.0	

Corporate tax rates

Year of assessment	Rate
2012	17%

Partial tax exemption

Up to the first \$10,000 of chargeable income:	75% exemption
On the next \$290,000 of chargeable income:	50% exemption

Full tax exemption for new start-up companies

Up to the first \$100,000 of chargeable income:	100% exemption
On the next \$200,000 of chargeable income	50% exemption

Productivity and Innovation Credit (PIC) – years of assessment 2011 and 2012

- Training (enhanced deduction)
- Prescribed automation equipment (enhanced capital allowance)

An enhanced deduction/allowance can be claimed at 300% on up to \$400,000 of qualifying expenditure, instead of the usual deduction/allowance. The annual expenditure cap of \$400,000 can be pooled to give a combined cap of \$800,000 for the years of assessment 2011 and 2012

Goods and services tax

Standard rate

7%

Registration threshold

\$1 million