

**P6 SGP****TAX RATES AND ALLOWANCES – JUNE AND DECEMBER 2014**

The following tax rates and allowances are to be used in answering the questions

**Goods and services tax**

Standard rate	7%
Registration threshold	\$1 million

**Buyer's stamp duty for all properties****Purchase or transfer of immovable property**

Purchase price or market value	
Every \$100 or part thereof of the first \$180,000	\$1
Every \$100 or part thereof of the next \$180,000	\$2
Thereafter, every \$100 or part thereof	\$3

**Additional buyer's stamp duty for residential properties****From 8 December 2011 to 11 January 2013**

Foreigners and entities buying a first and subsequent residential property	10%
Singapore permanent residents buying a second and subsequent residential property	3%
Singapore citizens buying a third and subsequent residential property	3%

**From 12 January 2013 onwards**

Foreigners and entities buying a first and subsequent residential property	15%
Singapore permanent residents buying a first residential property	5%
Singapore permanent residents buying a second and subsequent residential property	10%
Singapore citizens buying a second residential property	7%
Singapore citizens buying a third and subsequent residential property	10%

**Seller's stamp duty for residential properties****From 20 February 2010 to 29 August 2010**

Property disposed of within one year of purchase	Same stamp duty as payable by buyer
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**From 30 August 2010 to 13 January 2011**

Property disposed of within one year of purchase	Same stamp duty as payable by buyer
Property disposed of within two years of purchase	Two-thirds of the stamp duty payable by buyer
Property disposed of within three years of purchase	One-third of the stamp duty payable by buyer

**From 14 January 2011 onwards**

Property disposed of within one year of purchase	16%
Property disposed of more than one year and up to two years of purchase	12%
Property disposed of more than two years and up to three years of purchase	8%
Property disposed of more than three years and up to four years of purchase	4%

**Seller's stamp duty for industrial properties****From 12 January 2013 onwards**

Property disposed of within one year of purchase	15%
Property disposed of more than one year and up to two years of purchase	10%
Property disposed of more than two years and up to three years of purchase	5%

**Stamp duty on transfer of shares**

Purchase price or net asset value: every \$100 or part thereof	\$0.20
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**Corporate income tax**

Rate - Year of assessment 2014	17%
Corporate income tax rebate (capped at \$30,000)	30%

**Partial tax exemption**

	\$
First \$10,000 of chargeable income is 75% exempt	7,500
Next \$290,000 of chargeable income is 50% exempt	145,000
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Total	152,500
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**Full tax exemption for new start-up companies**

	\$
First \$100,000 of chargeable income is 100% exempt	100,000
Next \$200,000 of chargeable income is 50% exempt	100,000
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Total	200,000
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**Central Provident Fund (CPF)**

Contributions for individuals below the age of 50 years and earning more than \$1,500 per month

	Employee	Employer
Rates of CPF contributions	20%	16%

Maximum monthly ordinary wages (OW) attracting CPF	\$5,000
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For the year 2013 (i.e. from 1 January 2013 to 31 December 2013)	
Maximum annual ordinary wages (OW) attracting CPF	\$60,000
Maximum annual additional wages (AW) attracting CPF	\$85,000 less OW subject to CPF

**Personal income tax for the year of assessment 2014**

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

**Personal income tax reliefs for the year of assessment 2014**

Earned income	Normal (max)	Handicapped (max)
Below 55 years	\$1,000	\$4,000
55 to 59 years	\$6,000	\$10,000
60 years and above	\$8,000	\$12,000
Spouse relief	\$2,000 (max)	
Handicapped dependent spouse relief	\$3,500 (max)	

Qualifying child relief (per child)		\$4,000
Handicapped child relief (per child)		\$5,500
Working mother's child relief (WMCR)	% of mother's earned income	
First child		15%
Second child		20%
Third and subsequent child		25%
Maximum cumulative WMCR		100%
Maximum relief per child		\$50,000
<b>Parent relief</b>	<b>Normal parent</b>	<b>Handicapped parent</b>
Not living in the same household	\$4,500	\$8,000
Living in the same household	\$7,000	\$11,000
Grandparent caregiver relief		\$3,000
Dependent handicapped siblings relief		\$3,500
Life assurance relief		\$5,000 (max)
Voluntary CPF contribution of self-employed	Capped at \$30,600 or 36% of assessable trade income whichever is lower	
Course fees		\$5,500 (max)
<b>NSman</b>	<b>Normal appointment holder</b>	<b>Key appointment holder</b>
Active NSman	\$3,000	\$5,000
Non-active NSman	\$1,500	\$3,500
Wife/widow/parent of NSman	\$ 750	\$ 750
Foreign maid levy		\$6,360 (max)
Supplementary retirement scheme – foreigners		\$29,750 (max)
Singaporeans and Singapore permanent residents		\$12,750 (max)