

FTX SGP**TAX RATES AND ALLOWANCES – JUNE AND DECEMBER 2015**

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

Selected reliefs / rebates for the year of assessment 2015**Earned income relief**

Age	Normal (max)	Handicapped (max)
Below 55	\$1,000	\$4,000
55 to 59	\$6,000	\$10,000
60 and above	\$8,000	\$12,000

Spouse relief \$2,000 (max)

Handicapped dependent spouse relief \$5,500 (max)

Parents/Handicapped parents relief	Normal (max)	Handicapped (max)
Parent not living in the same household	\$5,500	\$10,000
Parent living in the same household	\$9,000	\$14,000

Grandparent caregiver relief (GCR) \$3,000

Dependent handicapped siblings relief \$5,500

Foreign maid levy relief

The relief is two times the total foreign maid levy paid in 2014 up to a maximum of \$6,360.

NSman relief

	Key command and staff appointment holder	Non-key command and staff appointment holder
Active NSman	\$5,000	\$3,000
Non-active NSman	\$3,500	\$1,500
For each parent of operationally ready NSman	\$ 750	\$ 750
For wife or widow 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 CPF Act.

CPF cash top-up relief

Actual cash top-ups by individuals or their employers to their account, capped at \$7,000; and actual cash top-ups by individuals to their family members' account, 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 or actual contributions whichever is lower.

Life insurance premiums

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

If own CPF contribution is less than \$5,000, claim is the lower of:

- (a) the difference between \$5,000 and own CPF contribution; or
- (b) 7% of the capital sum or the amount of insurance premiums paid, whichever is lower.

No claim if an individual's own CPF contribution exceeds \$5,000.

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

Per child \$4,000

Relief is given for all qualifying children.

Handicapped child relief (HCR)

Per handicapped child \$7,500

Working mother's child relief (WMCR)

1st child 15% of mother's earned income

2nd child 20% of mother's earned income

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

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

Maximum total WMCR is capped at 100% of the mother's earned income

Course fees relief

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

Parenthood tax rebate (PTR)

1st child \$5,000

2nd child \$10,000

3rd child and each subsequent child \$20,000 per child

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

Personal income tax rates for resident individuals

	Chargeable income \$	Tax rate %	Tax \$
On the first	20,000	0.0	0
On the next	<u>10,000</u>	2.0	<u>200</u>
On the first	30,000		200
On the next	<u>10,000</u>	3.5	<u>350</u>
On the first	40,000		550
On the next	<u>40,000</u>	7.0	<u>2,800</u>
On the first	80,000		3,350
On the next	<u>40,000</u>	11.5	<u>4,600</u>
On the first	120,000		7,950
On the next	<u>40,000</u>	15.0	<u>6,000</u>
On the first	160,000		13,950
On the next	<u>40,000</u>	17.0	<u>6,800</u>
On the first	200,000		20,750
On the next	<u>120,000</u>	18.0	<u>21,600</u>
On the first	320,000		42,350
Excess over	<u>320,000</u>	20.0	

Corporate income tax

Rate

Year of assessment 2015 17%

Partial tax exemption

First \$10,000 of chargeable income 75% exemption
Next \$290,000 of chargeable income 50% exemption

Tax exemption for new start-up companies

First \$100,000 of chargeable income 100% exemption
Next \$200,000 of chargeable income 50% exemption

Tax rebate for companies for the years of assessment 2013 to 2015

Companies will be granted a 30% corporate income tax rebate capped at \$30,000 for each year of assessment.

Productivity and innovation credit (PIC) – years of assessment 2013 to 2015

- 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, in addition to the usual deduction/allowance.

The annual expenditure cap of \$400,000 can be pooled to give a combined cap of \$1,200,000 for the years of assessment 2013 to 2015.

Goods and services tax

Standard rate	7%
Registration threshold	\$1 million