

KEY NOTES

- Rebates and credits are deducted from **tax payable**
- **Tax Payable** - Determined on a scale **based** on the amount of **taxable income**
- **>50% commission** income - Deduct **all** business expenditure
- Home Office Expenses - Apportioned based on square meters

YEAR OF ASSESSMENT
1 MARCH - 28 FEBRUARY

3 COLUMNS

1. Lump Sums and Severance Benefits
2. Withdrawal Benefits
3. Other Income and Deductions

Each Column has a **different** tax table

DEDUCTIONS

- Retirement fund contributions lessor of:
1. 350,000 / taxable income / 27.5% of the higher of Remuneration and Taxable Income
- PBO Donations
- Wear and Tear + Home Office relating to trade

INDIVIDUAL TAX

ASSESSED LOSSES

- Foreign losses are ring-fenced
- 3 requirements for ring fencing:
 1. Marginal Tax Rate applies (45%)
 2. Suspect Trade or loss 3/5 years
 3. No reasonable prospect of taxable income

MEDICAL CREDITS

- $MTC \times \text{Dependent Rate} \times 12 <6A>$
- 6B credit:
 1. $>65/\text{disability} - 33\% (3 \times MTC - \text{Excess Contribution} + \text{Expenses})$
 2. $\text{Other} - 25\%(4 \times MTC - \text{Excess Contribution} + \text{Expenses} - 7.5\% \text{ Taxable Income})$

6(2) REBATES

Applied according to age and classified as follows: $<\text{Cumulative}>$

- Primary (All Ages)
- Secondary (> 65 years)
- Tertiary (> 75 years)