PAYSPACE

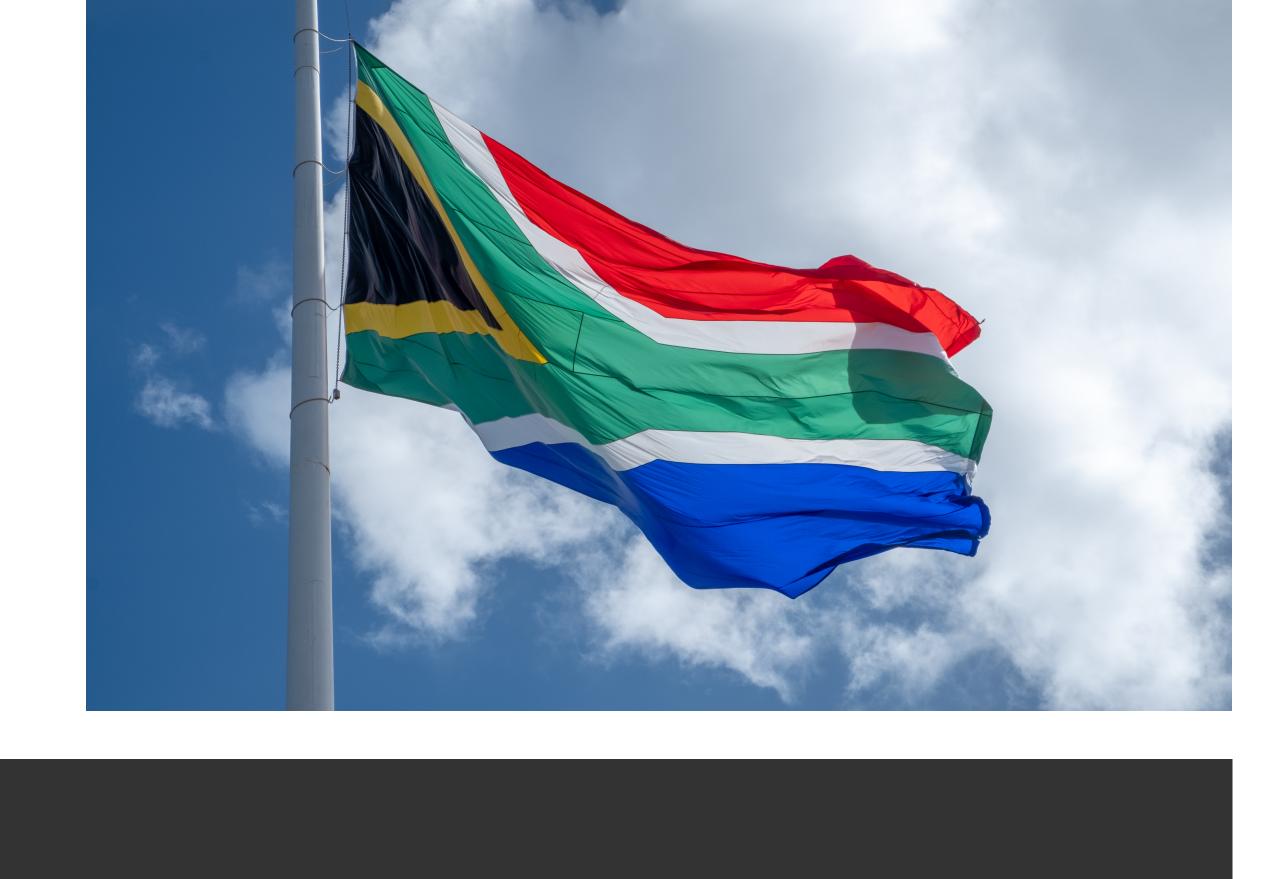
BUDGET SPEECH

Highlights: Tax Proposals via National Treasury

Introduction: What is in the Budget

Every year we follow the Finance Minister's budget speech with all hands on deck to bring you the highlights presented in this short guide. Covid-19 left its mark on so many

levels, including our economy. Read here how Government will respond in its spending, tax, and borrowing plans for the next three years.



Tax Rates



Income Tax: Individuals & Trusts

Tax payable by individuals for the tax year ending between 1 March 2021 and 28 February 2022.

Taxable Income (R)	Rate of Tax (R)
0 - 216 200	18% of taxable income
216 201 - 337 800	38 916 + 26% of taxable income above 216 200
337 801 - 467 500	70 532 + 31% of taxable income above 337 800
467 501 - 613 600	110 739 + 36% of taxable income above 467 500
613 601 - 782 200	163 335 + 39% of taxable income above 613 600
782 201 - 1656 600	229 089 + 41% of taxable income above 782 200
1656 601 and above	587 593 + 45% of taxable income above 1 656 600
Trusts other than special trusts	Rate of tax 45%

2020/21 TAX THRESHOLDS

Personal Income Tax

Below Age sixty five (65)	R83 100	R87 300	Primary age below 65	R14 958	R15 714
Age 65 - 74	R128 650	R135 150	Secondary age 65 and over	R8 199	R8 613
Age 75 and over	R143 850	R151100	Tertiary age 75 and over	R2 736	R2 871
Medical A	id Tax Cre	dits			

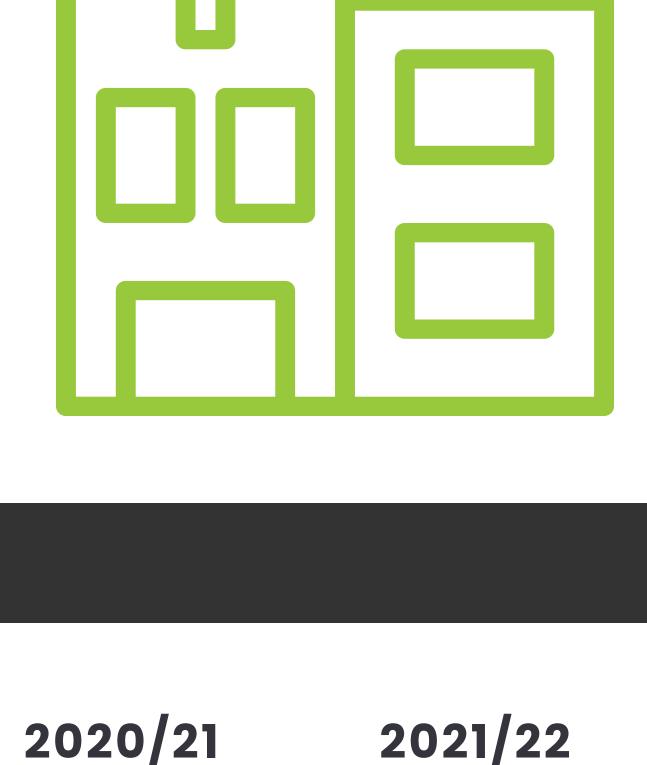
TAX REBATE

2021/22

2021/22

2020/21

Main Member	R319	R332	
First Dependant	R319	R332	
Additional Dependants	R215	R224	
Subsistence Allowance			



R452

R139

R452

R139

2020/21

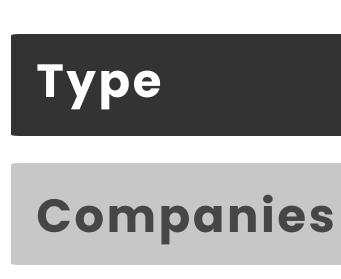
2021/22

Meals & Incidentals Spend at least one night away from his/her usual place of residence

Spend a part of a day away from his or her usual place of work or employment	Meals & Incidentals	n/a	R139
Foreign subsistence rates on	SARS <u>website</u>		

Incidentals Only

Income Tax: Companies



Tax Rates

28% of taxable income

Financial years ending on any date between 1 April 2021 and 31 March 2022.

Rate of Tax (R)

Income Tax: Small Business Corporations Financial years ending on any date between 1 April 2021 and 31 March 2022.

0% of taxable income

Rate of Tax (R)



Taxable Income (R)

550 001 and above

7% of taxable income above 87 300 19 439 + 21% of taxable income above 365 000

58 289 + 28% of the amount above 550 000

Sin Tax			
Malt Beer	Unfortified Wine	Fortified Wine	
14c per 340ml can	26c per 750ml bottle	44c per 750ml bottle	
Ciders & Alcoholic Fruit Bev	Spirits	Sparkling Wine	
14c per 340ml can	R5 50 per 750 ml hottle	86c per 750ml hottle	

Cigars R7.71 per 23g

Cigarettes

R1.39 per pack of 20

Spirits Social Grants

Government increased the

child support grant by Rxx

State Old Age Grant

Cigarette Tobacco

R1.57 per 50g

2020/21 2021/22 R1860 R1890

R1 910

R1 910

R1890

R1 050

R1890

R460

2021/22

Pipe Tobacco

47c per 25g

per month, the foster care grant by Rxx per month, and the old age grant by Rxx per month in the 2021/22 tax year.	State Old Age Grant, Over 75	R1880	
	War Veterans Grant	R1880	
	Disability Grant	R1860	
	Foster Care Grant	R1040	
	Care Dependency Grant	R1860	
	Child Support Grant	R445	
Fuel & Carbon Tax Levies			

charged on every litre of petrol sold. Money collected through the RAF Levy portion of every litre

General Fuel Levy is a tax

of petrol sold is used to fund the Road Accident Fund, which uses the money to compensate victims of road accidents. A reduced levy of 12.5c/bag will apply to bio-based plastic bags.

Carbon Levy Petrol	R0.07p/I	R0.08p/I
Carbon Levy Diesel	R0.08p/I	R0.09p/I
General Fuel Levy Petrol	R3.70p/I	R3.85p/I
General Fuel Levy Diesel	R3.55p/I	R3.70p/I
Road Accident Fund Petrol & Diesel	R2.07p/I	R2.18p/I



2020/21