

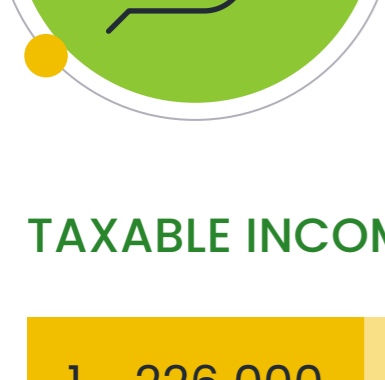
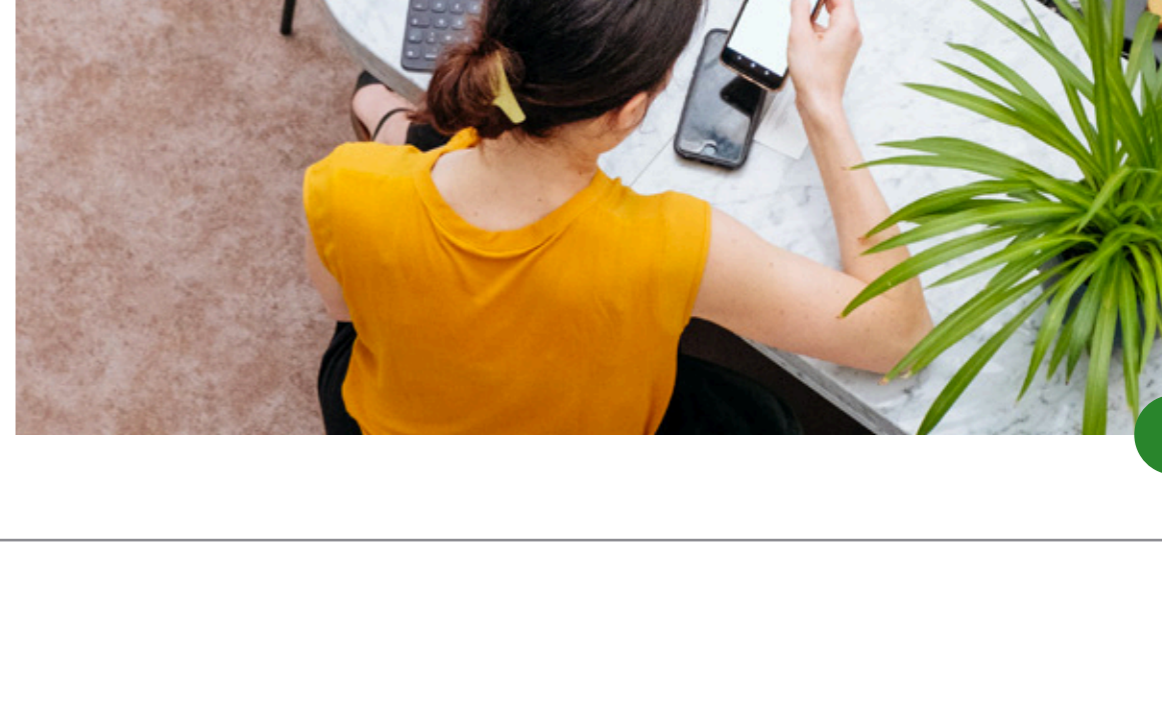
Annual BUDGET SPEECH 2022/23

Highlights of the tax proposals by the National Treasury

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 & Special Trusts

Tax payable by individuals for the tax year ending between 1 March 2022 and 28 February 2023.

TAXABLE INCOME (R)

1 - 226 000
226 001 - 353 100
353 101 - 488 700
488 701 - 641 400
641 401 - 817 600
817 601 - 1 731 600
1 731 601 and above
Trusts other than special trusts (Including Personal Service Provider Trusts)

RATE OF TAX (R)

18% of taxable income
40 680 + 26% of taxable income above 226 000
73 726 + 31% of taxable income above 353 100
115 762 + 36% of taxable income above 488 700
170 734 + 39% of taxable income above 641 400
239 452 + 41% of taxable income above 817 600
614 192 + 45% of taxable income above 1 731 600
Rate of tax 45%



PERSONAL INCOME TAX

Tax Thresholds	2021/22	2022/23	Tax Rebate	2021/22	2022/23
Below age 65	R87 300	R91 250	Primary	R15 714	R16 425
Age 65-74	R135 150	R141 250	Secondary	R8 613	R9 000
Over age 75	R151 100	R157 900	Tertiary	R2 871	R2 997



MEDICAL AID TAX CREDITS

Member Type	2021/22	2022/23
Main Member	R332	R347
First Dependant	R332	R347
Additional Dependents	R224	R234



SUBSISTENCE ALLOWANCE

Condition	2021/22	2022/23
Spend at least one night away from their usual place of residence	Meals & Incidentals: R452 Incidentals Only: R139	Meals & Incidentals: R493 Incidentals Only: R152
Spend a part of a day away from their usual place of work or employment	Meals & Incidentals: R139	R152

Foreign subsistence rates on SARS website



EXPANSION OF EMPLOYMENT TAX INCENTIVE

Monthly Remuneration	Determination	Monthly Calculated ETI Amount
R0 - R2000	75% x Monthly Remuneration	R0 - R1499
R2000 - R4500	Fixed at R1500	R1 500
R4500 - R6500	Formula: X = A - (B x (C - D)) X = monthly calculated ETI amount A = R1500 B = 0.75 C = Monthly Remuneration D = R4500	R1499 - R0

Monthly Remuneration	Determination	Monthly Calculated ETI Amount
R0 - R2000	37.5% x Monthly Remuneration	R0 - R749
R2000 - R4500	Fixed at R750	R750
R4500 - R6500	Formula: X = A - (B x (C - D)) X = monthly calculated ETI amount A = R750 B = 0.375 C = Monthly Remuneration D = R4500	R749 - R0



TAX RATES

Financial years ending on any date between 1 April 2022 to the 31 March 2023

Income Tax: Companies (Including Personal Service Provider Companies)	27% of taxable income
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TAXABLE INCOME (R)	RATE OF TAX (R)
1 - 91 250	0% of taxable income
91 251 - 365 000	7% of taxable income above 91 250
365 001 - 550 000	19 163 + 21% of taxable income above 365 000
550 001 and above	58 013 + 27% of the amount above 550 000



SIN TAX INCREASED BY

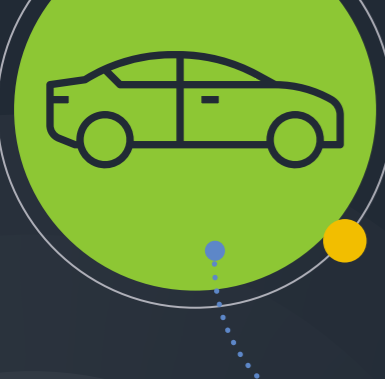
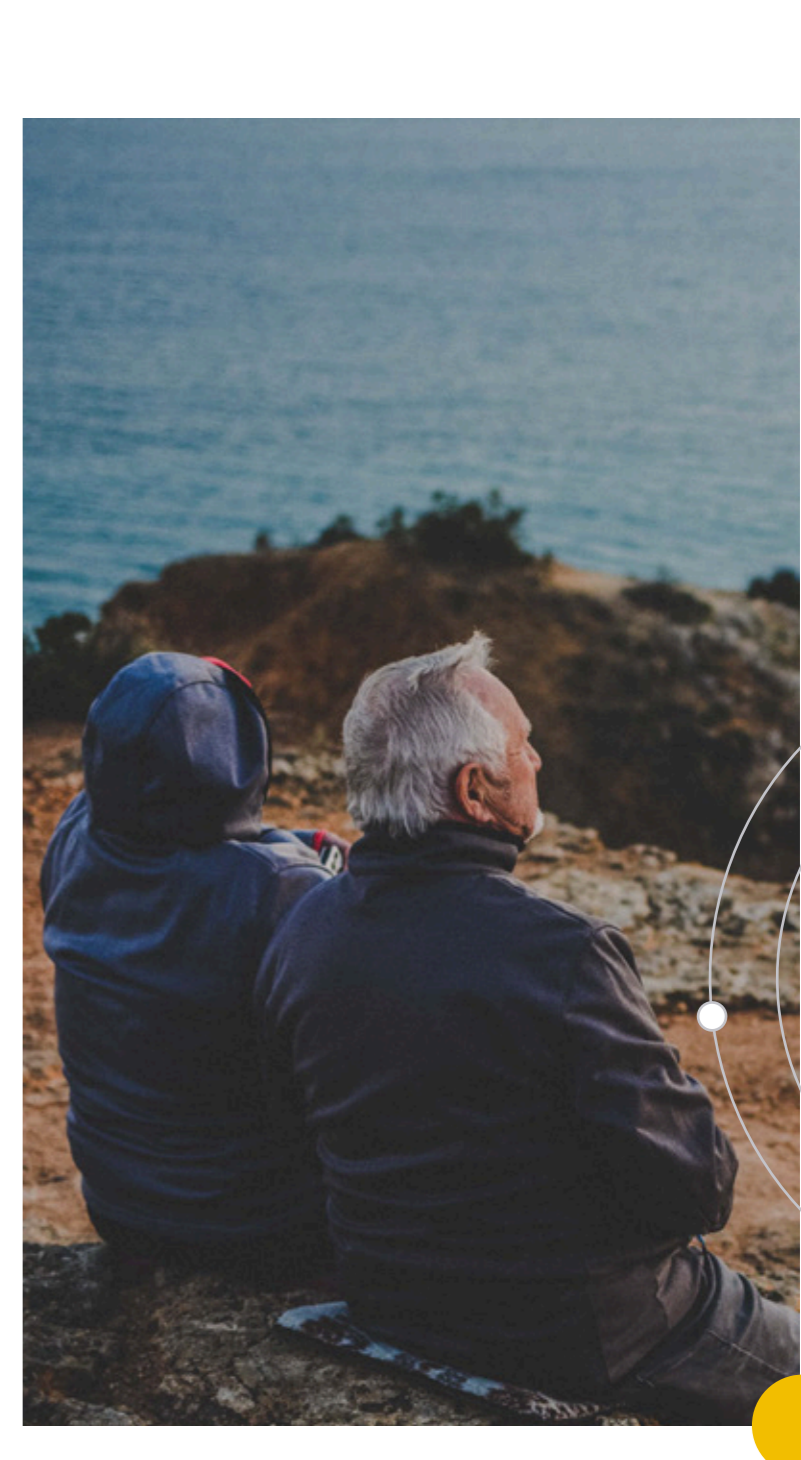
Cigarettes R1.03 per pack of 20	Cigarette Tobacco R1.16 per 50g	Pipe Tobacco 37c per 25g	Cigars R6.77 per 23g
Sparkling Wine 76c per 750ml bottle	Unfortified Wine 17c per 750ml bottle	Fortified Wine 33c per 750ml bottle	Spirits R4.83 per 750ml bottle
Malt Beer 11c per 340ml can	Ciders & Alcoholic Fruit Bev 11c per 340ml can	Heated tobacco product sticks 78c per pack of 20	



SOCIAL GRANTS

Government increased the child support grant by R20 per month, the foster care grant by R20 per month, and the old age grant by R95 per month, in the 2022/23 tax year.

	2021/22	2022/23
State Old Age Grant	R1 890	R1 985
State Old Age Grant, over 75	R1 910	R2 005
War Veterans Grant	R1 910	R2 005
Disability Grant	R1 890	R1 985
Foster Care Grant	R1 050	R1 070
Care Dependency Grant	R1 890	R1 985
Child Support Grant	R460	R480



FUEL & CARBON TAX LEVIES

Fuel Levies	2021/22	2022/23
Carbon Levy <i>Petrol</i>	R0.08p/l	R0.09p/l
Carbon Levy <i>Diesel</i>	R0.09p/l	R0.10p/l
General Fuel Levy <i>Petrol</i>	R3.85p/l	R3.85p/l
General Fuel Levy <i>Diesel</i>	R3.70p/l	R3.70p/l
Road Accident Fund <i>Petrol & Diesel</i>	R2.18p/l	R2.18p/l

Plastic bag levy is increased by 3 cents to 28 cents per bag from 1 April 2022