HONG KONG 2021/22 BUDGET HIGHLIGHTS



Tax for Enterprises

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Profits Tax	Tax %	Amount (HK\$)
Corporate	16.5% [#]	-
Corporate Treasury Centre	8.25%	-
Unincorporated business	15% [#]	-
Reduce profits tax for 2020/21 by 100%	-	Ceiling of \$10,000
Offshore profits	0%	-

First HK\$2,000,000 assessable profits of a company elected by the Group is subject to half of the tax rate

Stamp duty

Stamp duty is 0.13% of the consideration or value of each transaction payable by buyers and sellers respectively

Busin	ess Registration Fees	Amount (HK\$)
<u>Fee</u>	Main business/Branch business (one year certificate)	-
Levy	Main business/Branch business (one year certificate)	\$250

Tax for Properties

Property Tax	Tax%		
Tax rate	15%		
Rates			
Tax rate	5% on rateable value		
One-off waiver for each quarter (Business)	Up to \$5,000 (Q1 & Q2), \$2,000 (Q3 & Q4) per rateable property		
One-off waiver for each quarter (Residential)	Up to \$1,500 (Q1 & Q2), \$1,000 (Q3 & Q4) per rateable property		

Salaries Tax for Individual Income from Hong Kong

Salaries Tax Rates, Deduction and Allowance	Tax %	Amount (HK\$)
Standard tax rate	15%	-
Reduce Salaries tax and tax under Personal Assessment for 2020/21 by 100%	-	Ceiling of \$10,000
Progressive tax rate	2%	First \$50,000
	6%	Next \$50,000
	10%	Next \$50,000
	14%	Next \$50,000
	17%	Remainder
Personal allowances (only applicable to progressive tax rates calculation)		
Basic		\$132,000
Married		\$264,000
Disable		\$75,000
1 st to 9 th child (year of birth)		\$240,000 each
1 st to 9 th child (other years)		\$120,000 each
Single parent		\$132,000
Dependent parent/grandparent (ordinarily resident in Hong Kong)		
Aged 55 to 59 - Basic		\$25,000
 Additional, living with the taxpayer 		\$25,000
Aged 60 or above - Basic		\$50,000
 Additional, living with the taxpayer 		\$50,000
Disabled dependent		\$75,000
Dependent brother/sister		\$37,500
<u>Deductions</u>		
Approved charitable donations		Up to 35% of assessable income
Self-education expenses		Ceiling of \$100,000
Home loan interest: for 20 years of assessment		Ceiling of \$100,000
Contributions to recognised retirement schemes		Ceiling of \$18,000
Early residential care expense		Ceiling of \$100,000
Qualifying Voluntary Health Insurance Scheme policy premiums		Up to \$8,000 per insured person
Qualifying annuity premiums and MPF voluntary contributions		Up to \$60,000

Subsidy to open-ended Fund Company

The Government of the HKSAR will provide subsidies to cover 70% of the expenses paid to local professional service providers for Open-ended Fund Companies ("OFC") setup in or re-domiciled to Hong Kong in coming three years (i.e. 2021/2022 to 2023/2024), subject to a cap of HK\$1 million per each OFC.