

Salaries Tax



Salaries Tax

Key proposals

Reduction of 100% in Salaries Tax payable for 2024-25, subject to a

ceiling of **HKD 1,500**









Tax rates

The tax charge for Salaries Tax is the lower of the following:

- Net assessable income less charitable donations and allowable deductions at the standard rate (15% on the first \$5,000,000 of net income and 16% on the remainder) or
- Net assessable income less charitable donations, allowable deductions and personal allowances, charged at the progressive rates below.

2018-19	Rate	HKD	2019-20	Rate	HKD	2020-21 to 2025-26	Rate	HKD
First HKD 40,000	2%	800	First HKD 45,000	2%	900	First HKD 50,000	2%	1,000
Next HKD 40,000	7%	2,800	Next HKD 45,000	7%	3,150	Next HKD 50,000	6%	3,000
Next HKD 40,000	12%	4,800	Next HKD 45,000	12%	5,400	Next HKD 50,000	10%	5,000
						Next HKD 50,000	14%	7,000
Remaining balance	17%			17%			17%	

Allowances for individuals		2019-20 HKD	2020-21 HKD	2021-22 HKD	2022-23 HKD	2023-24 HKD	2024-25 HKD	2025-26 HKD
Personal allowances 	Basic	132,000	132,000	132,000	132,000	132,000	132,000	132,000
	Married	264,000	264,000	264,000	264,000	264,000	264,000	264,000
	Single parent	132,000	132,000	132,000	132,000	132,000	132,000	132,000
	Disabled	-	75,000	75,000	75,000	75,000	75,000	75,000
Child allowances 	1st to 9th child (each)							
	- Year of birth	200,000	240,000	240,000	240,000	240,000	240,000	260,000
	- Other years	100,000	120,000	120,000	120,000	120,000	120,000	130,000
Dependent parent and grandparent allowances 	Aged 60 or above, or disabled	46,000	50,000	50,000	50,000	50,000	50,000	50,000
	Aged between 55 and 59	23,000	25,000	25,000	25,000	25,000	25,000	25,000
Additional dependent parent and grandparent allowances 	Aged 60 or above, or disabled	46,000	50,000	50,000	50,000	50,000	50,000	50,000
	Aged between 55 and 59	23,000	25,000	25,000	25,000	25,000	25,000	25,000
Disabled dependent (spouse/child/parent/grandparent/brother/sister) allowances 		75,000	75,000	75,000	75,000	75,000	75,000	75,000
Dependent brother/sister allowances 		37,500	37,500	37,500	37,500	37,500	37,500	37,500

Deductions – maximum limit	2019-20 HKD	2020-21 HKD	2021-22 HKD	2022-23 HKD	2023-24 HKD	2024-25 HKD	2025-26 HKD
Self-education expenses	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Elderly residential care expenses	92,000	100,000	100,000	100,000	100,000	100,000	100,000
Mandatory contributions to recognised retirement schemes	18,000	18,000	18,000	18,000	18,000	18,000	18,000
Home loan interest	100,000						
Approved charitable donations	35% of assessable income						
Qualifying voluntary health insurance scheme policy Premiums	-	-	8,000 per insured person	8,000 per insured person	8,000 per insured person	8,000 per insured person	8,000 per insured person
Annuity premiums and MPF voluntary contributions	-	-	60,000	60,000	60,000	60,000	60,000
Domestic rents deduction	-	-	-	-	-	100,000	100,000
Assisted reproductive service expenses deduction *	-	-	-	-	-	100,000	100,000

* Subject to the passage of the bill
Source: Inland Revenue Ordinance

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