

QUICK TAX GUIDE 2022 | 2023

INDIVIDUAL INCOME TAX

Rates and rebates

All persons (including deceased estates) other than companies and trusts, but including special trusts

Taxable income

Rate of Tax – 2022/2023 tax year ¹	
R0 – R226 000	18% of taxable income
R226 001 – R353 100	R40 680 + 26% of taxable income above R226 000
R353 101 – R488 700	R73 726 + 31% of taxable income above R353 100
R488 701 – R641 400	R115 762 + 36% of taxable income above R488 700
R641 401 – R817 600	R170 734 + 39% of taxable income above R641 400
R817 601 – R1 731 600	R239 452 + 41% of taxable income above R817 600
R1 731 601+	R614 192 + 45% of taxable income above R1 731 600

¹The 2022/2023 tax year refers to the tax year that starts on 1 March 2022 and ends 28 February 2023.

Rebates

	2021/2022	2022/2023
Primary	R15 714	R16 425
Secondary – 65 years and older	R8 613	R9 000
Third rebate – 75 years and older	R2 871	R2 997

Tax thresholds

	2021/2022	2021/2022
Below 65	R87 300	R91 250
65 to below 75 years	R135 150	R141 250
75 years and older	R151 100	R157 900

Relief for medical expenses

	2021/2022	2022/2023
All taxpayers:		
Medical scheme contributions	Rebate per month	Rebate per month
Taxpayer	R332	R347
Taxpayer and first dependant	R664	R694
Each additional dependant	R224	R234
Other medical expenses	Annual rebate	Annual rebate
65 years and older and disabled	medical scheme contributions in excess of 3x medical scheme rebate and 33.3% of other expenses	medical scheme contributions in excess of 3x medical scheme rebate and 33.3% of other expenses
All other under 65s	25% of aggregate of medical scheme contributions in excess of 4x medical scheme rebate and other expenses	25% of aggregate of medical scheme contributions in excess of 4x medical scheme rebate and other expenses

Taxable income from retirement fund lump sum – Withdrawal benefits

Rates of tax	
R0 – R25 000	0%
R25 001 – R660 000	18% of each R above R25 000
R660 001 – R990 000	R114 300 + 27% of each R above R660 000
R990 001+	R203 400 + 36% of each R above R990 000

Taxable income from retirement fund lump sum – Retirement benefits

Rates of tax	
R0 – R500 000	0%
R500 001 – R700 000	18% of each R above R500 000
R700 001 – R1 050 000	R36 000 + 27% of each R above R700 000
R1 050 001+	R130 500 + 36% of each R above R1 050 000

Foreign dividends*

Shareholding < 10%	Maximum effective rate 20%
Shareholding > 10%	Exempt (subject to conditions)

* Applicable to all shareholders (whether individuals, trusts or companies)

Exemptions and deductions

Interest exemption	2021/2022	2022/2023
Under 65	R23 800	R23 800
65 years and older	R34 500	R34 500

CAPITAL GAINS TAX

Person	2022/2023 tax year	
	Inclusion rates	Effective rates of tax
Individuals/Special trusts	40%	18.0%
Companies (year of assessment between 1 April 2022 and 30 March 2023)	80%	22.4%
Companies (year of assessment ending on/ after 31 March 2023)	80%	21.6%
Trusts	80%	36.0%

Exclusions

	2021/22	2022/23
Primary residence	R2m	R2m
Annual exclusion	R40 000	R40 000
Year of death	R300 000	R300 000
Small business exclusion for individuals over 55 years	R1.8m	R1.8m

EMPLOYEES

Inclusions in monthly remuneration

	2021/2022	2022/2023
Travel allowance:		
Standard inclusion rate	80%	80%
If business travel > 80%	20%	20%
Company car fringe benefit:		
Standard inclusion rate	80%	80%
If business travel > 80%	20%	20%

Travel allowances

* Taxpayers are required to record business travel in a log book.

Deemed cost rates per kilometre (2021/2022)

Updated amounts not available at time of publication

Value of vehicle (including VAT) 'R	Fixed cost (R p.a.)	Fuel cost (c/km)	Maintenance (c/km)
0 – 95 000	29 504	104.1	38.6
95 001 – 190 000	52 226	116.2	48.3
190 001 – 285 000	75 039	126.3	53.2
285 001 – 380 000	94 871	135.8	58.1
380 001 – 475 000	114 781	145.3	68.3
475 001 – 570 000	135 746	166.7	80.2
570 001 – 665 000	156 711	172.4	99.6
665 000+	156 711	172.4	99.6

Alternative rate table

	2021/2022	2022/2023
Alternative deemed rate per km (subject to conditions)	382 c/km	*

* Updated amount not available at time of publication

Company cars

(private use of employer-owned vehicle)

Taxable benefit per month

	Taxable % (of determined value)
Standard rate	3.5%
If the car is subject to a maintenance plan	3.25%

DEEMED SUBSISTENCE ALLOWANCES AND ADVANCES

	2021/2022	2022/2023
Meals and incidental costs (in SA)	R452 per day	R493 per day
Incidental costs only	R139 per day	R152 per day
Accommodation outside SA	Country rates published by Government Notice	Country rates published by Government Notice

All rates subject to periodic change

COMPANIES

Company tax rates

	2021/2022	2022/2023
Normal income tax	28%	27%*
Dividends tax	20%	20%

* The company tax rate of 27% applies to companies with a financial year ending on or after 31 March 2023

Small business corporation

Taxable income

Rates of tax	
R0 – R91 250	0%
R91 251 – R365 000	7% of each R above R91 250
R365 001 – R550 000	R19 163 + 21% of each R above R365 000
R550 001+	R58 013 + 28% of each R above R550 000

Micro business – Turnover tax

Taxable turnover

Rates of tax	
R0 – R335 000	0%
R335 001 – R500 000	1% of each R above R335 000
R500 001 – R750 000	R1 650 + 2% of each R above R500 000
R750 001+	R6 650 + 3% of each R above R750 000

VAT

	2021/22	2022/23
Rate	15%	15%
Registration threshold:		
Compulsory	R1m	R1m
Voluntary	R50 000	R50 000



CARBON TAX

	2021/22	2022/23
Rate	R134 per tonne of CO2e	R144 per tonne of CO2e (effective 01 January 2022)

PAYMENTS TO NON-RESIDENTS

Type of payment	Withholding tax
Dividends	20%
Interest	15%
Royalties	15%
Visiting entertainers and sports people	15%
Sale of immovable property in SA by a non-resident	Trust: 15% Company: 10% Natural person: 7.5%

DONATIONS TAX AND ESTATE DUTY

Rate	2022/23
First R30 million	20% of each R1
Above R30 million	R6 000 000 + 25% of taxable donation above R30 million
Donations tax exemption:	
Natural persons	R100 000
Other	R 10 000
Estate duty abatement	R 3.5m

TRANSFER DUTY

Value of property

	Rate of duty
R0 – R1 000 000	0%
R1 000 001 – R1 375 000	3% on value above R1 000 000
R1 375 001 – R1 925 000	R11 250 + 6% on value above R1 375 000
R1 925 001 – R2 475 000	R44 250 + 8% on the value above R1 925 000
R2 475 001 – R11 000 000	R88 250 + 11% on the value above R2 475 000
R11 000 001 +	R1 026 000 + 13% on the value above R11 000 000

OTHER RATES

Skills Development Levy

	2021/22	2022/23
Rate	1%	1%
Annual remuneration threshold	R500 000	R500 000
Unemployment Insurance Fund (employer and employee)	1% + 1%	1% + 1%

EXCHANGE CONTROL

	2021/22	2022/23
Investment allowance	R10 million	R10 million
Single discretionary allowance	R1 million	R1 million
Cash/Travel allowance	<ul style="list-style-type: none"> • R1 million per person over 18 years (less any amounts already been used in respect of a single discretionary allowance) • R200 000 per child. 	<ul style="list-style-type: none"> • R1 million per person over 18 years (less any amounts already been used in respect of a single discretionary allowance) • R200 000 per child.
Foreign capital allowance (settling-in allowance)	<ul style="list-style-type: none"> • Single persons – up to R10 million per calendar year • Family unit – up to R20 million per calendar year. 	<ul style="list-style-type: none"> • Single persons – up to R10 million per calendar year • Family unit – up to R20 million per calendar year.
Credit and/or debit cards – permissible foreign currency and payments for small transactions	R50 000 per transaction.	R50 000 per transaction.

TAX CALENDAR

Withholding taxes (dividends, royalties and interest)	Last day of month following the month in which amount is paid
Provisional tax February year-end	
1st payment	6 months before year-end (31 Aug)
2nd payment	At year-end (end-February)
Other than Feb	
1st payment	6 months prior to year-end
2nd payment	At year-end
Other taxes and levies	
VAT	25th of month after tax period (special e-filing rules)
PAYE	7th day of each following month
SDL	7th day of each following month

REFERENCE: National Treasury. 2022. Documents – National Budget – 2022. [Online] Available from: <http://www.treasury.gov.za/documents/national%20budget/2022/> (Accessed: 23/02/2022).



**MILPARK
EDUCATION**
Financial Planning
& Insurance



086 999 0001

studentservices@milpark.ac.za

www.milpark.ac.za

