

Personal Tax Rates 2017

Taxable income	Rates of tax
R 0 – R 188 001	18% of each R1
R 188 001 – R 293 600	R 33 840 + 26% of the amount over R 188 000
R 293 601 – R 406 400	R 61 296 + 31% of the amount over R 293 600
R 406 401 – R 550 100	R 96 264 + 36% of the amount over R 406 400
R 550 101 – R 701 300	R 147 996 + 39% of the amount over R 550 100
R 701 301 + R 206 964 +	41% of the amount over R 701 300

Trusts other than special trusts 41% of each R1

Deductions and credits

Medical expenses/credits

Monthly credit against tax payable in respect of benefits to:

Main member	R286
Main member plus one dependent	R572
Each additional dependent	R192

Natural Persons: Interest Exemptions

Persons under 65 years	R23 800
Persons 65 years and older	R34 500

Natural Persons: Rebates

Amounts deductible from tax payable

Persons under 65	R13 500
Persons 65 and under 75	R20 907
Persons 75 and over	R23 373

Natural Person: Thresholds

Persons under 65	R75 000
Persons 65 and under 75	R116 150
Persons 75 and over	R129 850

Capital Gains Tax

CGT Inclusion and Effective Rates

Type of tax person	Inclusion rate	Maximum effective rate
Individuals	40%	16,4%
Special Trusts	40%	16,4%
Trusts	80%	32,8%

CGT Deductions and Exemptions

- Value of assets at 1 October 2001 or cost of assets acquired thereafter.
- R2 million of the gain/ loss on the disposal of a primary residence.
- Natural person: annual exclusion of R40 000. In the year of death: R300 000.
- Special trusts: annual exclusion of R40 000.

Transfer Duty on Immovable Property

- Transfer duty is calculated on the value of immovable property (purchase price or market value whichever is the highest) by any person.
- From 1 March 2016 an additional bracket for property exceeding R10 000 000 is created.
- Transfer duty is calculated as follows:

Property value	Rates of tax
R0 – R 750 000	0%
R 750 001 – R 1 250 000	3% of the value above R750 000
R 1 250 001 – R 1 750 000	R 15 000 plus 6% of the value over R 1 250 000
R 1 750 001 – R 2 250 000	R 45 000 plus 8% of the value over R 1 750 000
R 2 250 001 – R 10 000 000	R 85 000 plus 11% of the value over R 2 250 000
R 10 000 001 and above	R937 500 + 13% of the value over R10 000 000

Other taxes

Tax type	Tax %
Dividends tax	15%
Estate duty ¹	20%
Donations tax ²	20%

¹Estate duty

Estate duty abatement R3,5 million. The unutilised portion can be carried over to the surviving spouse with a combined limit of R7 million.

Estate duty deductions

- Liabilities at date of death (including CGT due on death).
- Bequests to charitable, educational and religious institutions in South Africa.
- Property accruing (incl. bequests) to a surviving spouse.

¹Donations tax main exemptions

- Donations between spouses.
- Donations to approved institutions.
- First R100 000 per year of assessment - a husband and wife are each entitled to this exemption.
- Casual gifts by a donor up to R10 000 per tax year.