

| Individual Tax | | | |
|--------------------|-----------------|---------------|-------------------------------|
| 2018/2019 | | Change (R) | |
| Taxable Income (R) | Rate of Tax (R) | Bracket Creep | |
| - | 195,850 | 18% of each R | |
| 195,851 - | 305,850 | 35,253 + | 26% of each R above 195,850 |
| 305,851 - | 423,300 | 63,853 + | 31% of each R above 305,850 |
| 423,301 - | 555,600 | 100,263 + | 36% of each R above 423,300 |
| 555,601 - | 708,310 | 147,891 + | 39% of each R above 555,600 |
| 708,311 - | 1,500,000 | 207,448 + | 41% of each R above 708,310 |
| 1,500,001 + | 532,041 + | | 45% of each R above 1,500,000 |

| Rebates | 2017/2018 | 2018/2019 | Change |
|--------------------------|-----------|-----------|--------|
| Primary | 13,635 | 14,067 | 432 |
| Secondary (65 and older) | 7,479 | 7,713 | 234 |
| Tertiary (65 and older) | 2,493 | 2,574 | 81 |

| Interest Exemption | 2017/2018 | 2018/2019 | Change |
|--------------------|-----------|-----------|-----------|
| Under 65 | 23,800 | 23,800 | No Change |
| 65 and older | 34,500 | 34,500 | No Change |

| Retirement fund lump sum - Withdrawal benefits | | | |
|--|--------------|--|--|
| Lump sum amount | Rates of tax | | |
| - | 25,000 | 0% | |
| 25,001 - | 660,000 | 18% of each R above R25,000 | |
| 660,001 - | 990,000 | 27% of each R above R660,000 | |
| 990,001+ | | R203,400+ 36% of each R above R990,000 | |

| Retirement Fund Contributions | 2017/2018 | 2018/2019 | Change |
|-------------------------------|-----------|-----------|-----------|
| Greater of | 27.50% | 27.50% | No Change |
| Limited to a maximum of | 350,000 | 350,000 | No Change |

| Ordinary Trusts | 2017/2018 | 2018/2019 | Change |
|-----------------|-----------|-----------|--------|
| | 45% | 45% | 0% |

| Donations Tax | 2017/2018 | 2018/2019 | Change |
|------------------------|-----------|-----------|-----------|
| Certain PBO limited to | 10% | 10% | No Change |

| Tax Savings Account | 2017/2018 | 2018/2019 | Change |
|---------------------|-----------|-----------|-----------|
| Annual Allowance | 33,000 | 33,000 | No Change |

2018's Budget highlights

- Value-Added Tax rate increases from 14% to 15% on 1 April 2018.
- Limited relief for the effect of inflation in adjusting Personal Income Tax rates resulting in additional tax of R6.8 billion.
- Increased Excise Duties on tobacco and alcohol.
- Estate Duty Rate increases from 20% to 25% on dutiable amount of estates of more than R30 million.
- Donations Tax Rate increases from 20% to 25% on donations of more than R30 million.
- General Fuel Levy increases by 22 cents per litre and Road Accident Fund Levy increases by 30 cents per litre on 4 April 2018.
- Minister of Finance to approve six special economic zones for tax relief.
- Increased Environmental taxes on plastic bags, incandescent light bulbs and vehicle emissions tax, and new health promotion levy on sugary beverages are effective from 1 April 2018.

| Transfer Duty | | | |
|-----------------------|------------|---|--|
| 2017/2018 | | Change | |
| Value Of Property (R) | Rate | | |
| 900,000 | | 150,000 | |
| 900,001 - | 1,250,000 | 3% of the value above R900,000 | |
| 1,250,001 - | 1,750,000 | R10,500 plus 6% on value above R1,250,000 | |
| 1,750,001 - | 2,250,000 | R40,500 plus 8% on value above R1,750,000 | |
| 2,250,001 - | 10,000,000 | R80,500 plus 11% on value above R2,250,000 | |
| 10,000,001 + | | R933,000 plus 13% on value above R1,250,000 | |

| Tax Thresholds | 2017/2018 | 2018/2019 | Change |
|----------------|-----------|-----------|--------|
| Below 65 | 75,750 | 78,150 | 2,400 |
| 65 to below 75 | 117,300 | 121,000 | 3,700 |
| 75 and older | 131,150 | 135,300 | 4,150 |

| Foreign Dividends | 2017/2018 | 2018/2019 | Change |
|---------------------|--------------------------------|-----------|--------|
| Shareholding <= 10% | | 20% | 0% |
| Shareholding > 10% | Exempt (subject to conditions) | | |

| Retirement fund lump sum - Retirement benefits | | | |
|--|--------------|--|--|
| Lump sum amount | Rates of tax | | |
| - | 500,000 | 0% | |
| 500,001 - | 700,000 | 18% of each R above R500,000 | |
| 700,001 - | 1,050,000 | R36,000+ 27% of each R above R700,000 | |
| 1050001+ | | R130,500+ 36% of each R above R1,050,000 | |

| Relief for Medical Expenses | 2017/2018 | 2018/2019 | Change |
|------------------------------|------------------------|------------------------|-----------|
| All taxpayers: | | | |
| Medical scheme contributions | Rebate per month | | |
| Taxpayer | 303 | 310 | 7 |
| +First Dependant | 606 | 620 | 14 |
| +Each Additional Dependant | 204 | 209 | 5 |
| Other Medical Expenses | Annual Threshold | | |
| 65 and older, or disabled | None | None | No Change |
| Under 65 | 7.5% of taxable income | 7.5% of taxable income | No Change |

| Capital Gains Tax | | | | |
|-------------------|----------------|-----------|--------------------|-----------|
| Person | Inclusion Rate | | Max Effective Rate | |
| | 2017/2018 | 2018/2019 | 2017/2018 | 2018/2019 |
| Natural Persons | 40% | 40% | 18.00% | 18.00% |
| Special Trusts | 40% | 40% | 18.00% | 18.00% |
| Other Trusts | 80% | 80% | 36.00% | 36.00% |
| Companies | 80% | 80% | 22.40% | 22.40% |

| | 2017/2018 | 2018/2019 |
|---|-----------|-----------|
| Primary Residence | R2m | R2m |
| Annual Exclusion | 40,000 | 40,000 |
| Year Of Death | 300,000 | 300,000 |
| Small business exclusion for individuals' over 55 years | R1.8m | R1.8m |

| Donations Tax and Estate Duty | | |
|-------------------------------|-----------|-----------|
| | 2017/2018 | 2018/2019 |
| First R30 million | | |
| Above R30 million | 20% | 25% |
| Donations tax exemption: | | |
| Natural persons | 100 000 | 100 000 |
| Other | 10 000 | 10 000 |
| Estate duty abatement | R3.5m | R3.5m |

| Companies | | | |
|-------------------|-----------|-----------|-----------|
| Company Tax Rates | 2017/2018 | 2018/2019 | Change |
| Normal Income Tax | 28% | 28% | No Change |
| Dividends Tax | 20% | 20% | No Change |

| Small Business Corporations | | 01/04/2018-31/03/2019 | |
|-----------------------------|-----------------|-------------------------------|-------------------------------|
| Taxable Income (R) | Rate of Tax (R) | | |
| - | 78,150 | 0% | |
| 78,151 - | 365,000 | 7% of each R above R78,150 | |
| 365,001 - | 550,000 | 20,080 | +21% of each R above R365,000 |
| 550,001 + | 58,930 | +28% of each R above R550,000 | |

| Other Rates | 2017/2018 | 2018/2019 | Change |
|---|-----------|-----------|-----------|
| Skills Development Levy | | | |
| -Rate | 1% | 1% | No Change |
| -Annual Remuneration Threshold | 500,000 | 500,000 | No Change |
| Unemployment Insurance Fund (Employee & Employer) | 1% + 1% | 1% + 1% | No Change |

| | | | |
|----------------------|-----|-----|----|
| Value Added Tax(VAT) | 14% | 15% | 1% |
|----------------------|-----|-----|----|

SARS Interest Rates

| Rate of interest (from 1 August 2017) | |
|--|------------|
| Fringe benefits - interest-free or low-interest loan (official rate) | 7.75% p.a. |

Rates of interest (from 1 November 2017)

| | |
|---|-------------|
| Late or underpayment of tax | 10.25% p.a. |
| Refund of overpayment of provisional tax | 6.25% p.a. |
| Refund of tax on successful appeal or where the appeal was conceded by SARS | 10.25% p.a. |
| Refund of VAT after prescribed period | 10.25% p.a. |
| Late payment of VAT | 10.25% p.a. |
| Customs and Excise | 10.25% p.a. |

Tax Calendar

Provisional Tax

| February Year-End | |
|---------------------|-----------------------------------|
| 1st Payment | 6 months before year-end (31 Aug) |
| 2nd Payment | At year-end (end-February) |
| 3rd Payment | 7 months after year-end (30 Sep) |
| Other than February | |
| 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 |



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