

C&A FRIEDLANDER

a t t o r n e e y s

Budget Extracts 2009

Individuals

Tax brackets have been adjusted

Taxable Income	Rate of Tax
0 - 132 000	18% of each R1
132 001 - 210 000	23 760 + 25% of the amount above 132 000
210 001 - 290 000	43 260 + 30% of the amount above 210 000
290 001 - 410 000	67 260 + 35% of the amount above 290 000
410 001 - 525 000	109 260 + 38% of the amount above 410 000
525 001 and above	152 960 + 40% of the amount above 525 000

Tax Rebates

Primary	R9 756
Additional (Persons 65 and older)	R5 400

Tax Thresholds -

Below age 65	R54 200
Age 65 and over	R84 200

Trusts Companies Close Corporations

Tax rates remain unchanged

Transfer Duty

No change

Capital Gains Tax

Annual exclusion threshold increases from R16 000 to R17 500

Interest Exemption

Below age 65	R21 000
Age 65 and over	R30 000

Estate Duty

Estate duty remains unchanged and is levied at a flat rate of 20% on assets of residents and South African property of non-residents. A basic deduction of R3,5 million is allowed in the determination of an estate's liability for estate duty as well as deductions for liabilities, bequests to public benefit organizations and assets accruing to surviving spouses.

Donations Tax

- Donations tax remains unchanged and is levied at a flat rate of 20% on the value of assets donated.
- The first R100 000 of assets donated in each year by a natural person is exempt from donations tax.
- In the case of a taxpayer who is not a natural person, the exempt donations are limited to casual gifts not exceeding R10 000 per annum in total.
- Dispositions between spouses and donations to certain public benefit organizations are exempt from donations tax.



"...because we will not silence our dreams, because we choose life and we will not die, we stand ready to face our awkward and deepest truths..."

"...what started off as a financial crisis may well become a second great depression..."

"We expect our banks to continue to extend credit to worthy customers, noting that it is precisely the rapid withdrawal of credit that has plunged much of the developed world into crisis."