

CONTROLLING OFFICER'S REPLY

FSTB(Tsy)024

(Question Serial No. 2931)

Head: (76) Inland Revenue Department

Subhead (No. & title): ()

Programme: (1) Assessing Functions

Controlling Officer: Commissioner of Inland Revenue (WONG Kuen Fai)

Director of Bureau: Secretary for Financial Services and the Treasury

Question:

Regarding the Inland Revenue Department's work on tax assessment, please set out in the table below the number and the total profits tax assessed for companies chargeable to profits tax for the past five years of assessment.

Company's assessable profits (\$)	Number of companies	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000				
2,000,001-5,000,000				
5,000,001-10,000,000				
10,000,001 or above				
Total				

Asked by: Hon OR Chong-shing Wilson (Member Question No. 22)

Reply:

The following tables set out the numbers of companies (excluding sole proprietorship and partnership businesses) with assessable profits and the total profits tax assessed for the past five years of assessment (as at 28 February 2017):

Year of Assessment 2011-12 (mainly assessed in the financial year 2012-13)

Company's assessable profits # (\$)	No. of companies^	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000	90 604	81.55%	47.30	4.38%
2,000,001-5,000,000	9 611	8.65%	48.86	4.52%
5,000,001- 10,000,000	4 564	4.11%	52.43	4.86%
10,000,001& above	6 321	5.69%	931.57	86.24%
Total	111 100	100%	1,080.16	100%

Year of Assessment 2012-13 (mainly assessed in the financial year 2013-14)

Company's assessable profits # (\$)	No. of companies [^]	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000	94 477	81.85%	50.24	4.47%
2,000,001-5,000,000	9 785	8.47%	49.99	4.45%
5,000,001- 10,000,000	4 603	3.99%	52.75	4.70%
10,000,001& above	6 565	5.69%	970.54	86.38%
Total	115 430	100%	1,123.52	100%

Year of Assessment 2013-14 (mainly assessed in the financial year 2014-15)

Company's assessable profits # (\$)	No. of companies [^]	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000	95 135	81.59%	50.44	4.20%
2,000,001-5,000,000	9 972	8.55%	50.90	4.24%
5,000,001- 10,000,000	4 664	4.00%	53.55	4.46%
10,000,001& above	6 832	5.86%	1,045.86	87.10%
Total	116 603	100%	1,200.75	100%

Year of Assessment 2014-15 (mainly assessed in the financial year 2015-16)

Company's assessable profits # (\$)	No. of companies [^]	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000	93 827	81.14%	45.08	3.56%
2,000,001-5,000,000	9 945	8.60%	49.48	3.90%
5,000,001- 10,000,000	4 778	4.13%	54.60	4.30%
10,000,001& above	7 088	6.13%	1,119.02	88.24%
Total	115 638	100%	1,268.18	100%

Year of Assessment 2015-16 (mainly assessed in the financial year 2016-17; the following table only reflects the number of assessments completed as at 28 February 2017, but not the number for the whole year of assessment)

Company's assessable profits # (\$)	No. of companies [^]	Percentage to the total number of companies chargeable to profits tax	Total profits tax assessed for the year (\$million)	Percentage to the total amount of profits tax assessed
Below 2,000,000	80 079	79.17%	41.70	3.27%
2,000,001-5,000,000	9 415	9.31%	47.31	3.71%
5,000,001- 10,000,000	4 676	4.62%	53.13	4.17%
10,000,001& above	6 981	6.90%	1,132.84	88.85%
Total	101 151	100%	1,274.98	100%

Refer to net assessable profits after setting off losses from previous years.

[^] The number of companies may change depending on the outcome of outstanding assessments for each year of assessment.