

## **September 2020**

### **(I) Special Stamp Duty**

Unless otherwise specified in the Stamp Duty Ordinance, Special Stamp Duty (SSD) is applicable to all residential properties acquired on or after 20 November 2010.

Starting from 27 October 2012, the Government raised the rates of SSD and extended the property holding period for charging SSD.

In September 2020, 34 residential property transactions were subject to SSD in accordance with the Stamp Duty Ordinance. The details of these transactions are categorized as follows:

| <b>Holding period after acquisition</b>       | <b>No. <sup>Note</sup></b> | <b>Duty (\$'000)</b> |
|---|----------------------------|----------------------|
| 6 months or less                              | 0                          | 0                    |
| More than 6 months but for 12 months or less  | 2                          | 1,350                |
| More than 12 months but for 36 months or less | 32                         | 16,746               |
| Total   | 34                         | 18,096               |

Besides, in the latest six months, the number of cases involved and the amount of SSD collected are tabulated as follows:

| <b>Month</b> | <b>No. <sup>Note</sup></b> | <b>Duty (\$M)</b> |
|--------------|----------------------------|-------------------|
| Apr 2020     | 18                         | 9.9               |
| May 2020     | 31                         | 16.6              |
| Jun 2020     | 32                         | 19.7              |
| Jul 2020     | 33                         | 13.2              |
| Aug 2020     | 30                         | 20.3              |
| Sep 2020     | 34                         | 18.1              |

### **(II) Buyer's Stamp Duty**

Unless otherwise specified in the Stamp Duty Ordinance, Buyer's Stamp Duty (BSD) is applicable to all residential properties acquired on or after 27 October 2012.

In the latest six months, the number of cases involved and the amount of BSD collected are tabulated as follows:

| <b>Month</b> | <b>No.<sup>Note</sup></b> | <b>Duty (\$M)</b> |
|--------------|---------------------------|-------------------|
| Apr 2020     | 41                        | 81.2              |
| May 2020     | 32                        | 162.3             |
| Jun 2020     | 53                        | 164.3             |
| Jul 2020     | 79                        | 143.6             |
| Aug 2020     | 42                        | 232.4             |
| Sep 2020     | 42                        | 657.0             |

### **(III) Doubled Ad Valorem Stamp Duty (DSD) and New Residential Stamp Duty (NRSD)**

Unless otherwise specified in the Stamp Duty Ordinance, any instruments executed on or after 5 November 2016 for the acquisition of residential property are subject to ad valorem stamp duty (AVD) at the rate under Part 1 of Scale 1, i.e. the 15% NRSD flat rate. AVD at the rates under Part 2 of Scale 1, i.e. the AVD Scale 1 rates before the Stamp Duty (Amendment) Ordinance 2018 came into effect, commonly known as DSD rates, continues to apply to instruments of non-residential property transactions.

For instruments of property transactions executed in the latest 6 months and chargeable to AVD at the rates under Part 1 of Scale 1 and Part 2 of Scale 1, the number of cases involved and the amount of duty collected are tabulated as follows:

| <b>Month</b> | <b>No.<sup>Note</sup></b>         |  |              | <b>Amount of duty charged with AVD<br/>at Scale 1 rates (\$M)</b> |  |                |
|--------------|-----------------------------------|--|--------------|---|--|----------------|
|              | <b>Residential<br/>Properties</b> | <b>Non-<br/>residential<br/>Properties</b> | <b>Total</b> | <b>Residential<br/>Properties</b>                                 | <b>Non-<br/>residential<br/>Properties</b> | <b>Total#</b>  |
| Apr 2020     | 105                               | 670  | <b>775</b>   | 206.1   | 262.9                                      | <b>469.0</b>   |
| May 2020     | 201                               | 1 014                                      | <b>1 215</b> | 476.5   | 277.8                                      | <b>754.3</b>   |
| Jun 2020     | 251                               | 1 234                                      | <b>1 485</b> | 501.2   | 388.7                                      | <b>889.9</b>   |
| Jul 2020     | 276                               | 1 440                                      | <b>1 716</b> | 521.4   | 386.7                                      | <b>908.1</b>   |
| Aug 2020     | 175                               | 1 171                                      | <b>1 346</b> | 481.8   | 302.4                                      | <b>784.2</b>   |
| Sep 2020     | 193                               | 1 659                                      | <b>1 852</b> | 962.7   | 380.9                                      | <b>1,343.6</b> |

#Figures may not add up to total due to rounding

Note : According to the Stamp Duty Ordinance, a chargeable agreement for sale / conveyance on sale should be stamped within 30 days after execution. The figures in the table above for a particular month may include transactions which took place in previous month and thus may not fully reflect the market situation of that particular month.

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