

CONTROLLING OFFICER'S REPLY TO INITIAL WRITTEN QUESTION

FSTB(Tsy)104

Question Serial No.

0809

Head: 76 Inland Revenue DepartmentSubhead (No. & title):Programme: (1) Assessing FunctionsControlling Officer: Commissioner of Inland RevenueDirector of Bureau: Secretary for Financial Services and the TreasuryQuestion:

Regarding the Inland Revenue Department's work on tax assessment, please set out the number and the total profits tax assessed for companies chargeable to profits tax for the past 3 years of assessment 2008-09 to 2010-11.

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 5,000,000				
5,000,001-10,000,000				
10,000,001 and above				
Total				

Asked by: Hon. WONG Kwok-kinReply:

The numbers of companies (including corporations, sole proprietorship and partnership businesses) with assessable profits and the total profits tax assessed for the past 3 years of assessment (as at 31 January 2012) are as follows:

Year of Assessment 2008-09 (mainly assessed in the 2009-10 financial year)

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 5,000,000	208 960	95.79%	9,677	12.40%
5,000,001-10,000,000	4 100	1.88%	4,515	5.78%
10,000,001 or above	5 080	2.33%	63,870	81.82%
Total	218 140	100%	78,062	100%

Year of Assessment 2009-10 (mainly assessed in the 2010-11 financial year)

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 5,000,000	204 320	95.68%	9,495	11.52%
5,000,001-10,000,000	4 150	1.94%	4,546	5.52%
10,000,001 or above	5 080	2.38%	68,355	82.96%
Total	213 550	100%	82,396	100%

Year of Assessment 2010-11 (mainly assessed in the 2011-12 financial year)

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 5,000,000	188 890	94.69%	9,898	10.25%
5,000,001-10,000,000	4 580	2.29%	5,027	5.21%
10,000,001 or above	6 020	3.02%	81,629	84.54%
Total	199 490	100%	96,554	100%

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

Signature: _____

Name in block letters: CHU Yam-yuenPost Title: Commissioner of Inland RevenueDate: 29.2.2012