# Allowances, Deductions and Tax Rate Table

1.	Allowances		2019/20 to		
	Year of Assessment	2018/19	2021/22	2022/23	onwards #
		\$	\$	\$	\$
	Basic Allowance	132,000	132,000	132,000	132,000
	Married Person's Allowance	264,000	264,000	264,000	264,000
	Child Allowance (For each of the 1st to 9th child)	120,000	120,000	120,000	130,000
	For each child born during the year, the Child Allowance will be increased by	120,000	120,000	120,000	130,000
	Dependent Brother or Sister Allowance (For each dependant)	37,500	37,500	37,500	37,500
	Dependent Parent and Dependent Grandparent Allowance (For each dependant)				
	Parent / grandparent aged 60 or above or is eligible to claim an allowance	50,000	50,000	50,000	50,000
	under the Government's Disability Allowance Scheme				
	Parent / grandparent aged 55 or above but below 60	25,000	25,000	25,000	25,000
	Additional Dependent Parent and Dependent Grandparent Allowance				
	Parent / grandparent aged 60 or above or is eligible to claim an allowance	50,000	50,000	50,000	50,000
	under the Government's Disability Allowance Scheme				
	Parent / grandparent aged 55 or above but below 60	25,000	25,000	25,000	25,000
	Single Parent Allowance	132,000	132,000	132,000	132,000
	Personal Disability Allowance	75,000	75,000	75,000	75,000
	Disabled Dependant Allowance (For each dependant)	75,000	75,000	75,000	75,000
2.	<b>Deductions</b> – Maximum Limits		2019/20 to		2023/24
	Year of Assessment	2018/19	2021/22	2022/23	onwards #
		\$	\$	\$	\$
	Expenses of Self-Education	100,000	100,000	100,000	100,000
	Elderly Residential Care Expenses	100,000	100,000	100,000	100,000
	Home Loan Interest	100,000	100,000	100,000	100,000
	Mandatory Contributions to Recognized Retirement Schemes	18,000	18,000	18,000	18,000
	Qualifying Premiums Paid under Voluntary Health Insurance Scheme (VHIS) Policy	-	8,000	8,000	8,000
	(For each insured person)				
	Qualifying Annuity Premiums and Tax Deductible MPF Voluntary Contributions	-	60,000	60,000	60,000
	Domestic Rents Deduction	-	=	100,000	100,000
	Approved Charitable Donations			,	,
	[(Income – Allowable Expenses – Depreciation Allowances) x Percentage]	35%	35%	35%	35%
	[(meems / memses / memses / memses) n referentage ]	3370	3370	3370	3370

## 3. Calculation of Tax Payable

Tax payable is calculated at progressive rates on your net chargeable income or at standard rate on your net income (before deduction of the allowances), whichever is lower. It is further reduced by the tax reduction, subject to a maximum.

Net Chargeable Income = Income – Deductions – Allowances

Year of Assessment	2018/19 to 2023/24		2024/25* onwards #			
	Net Chargeable Income	Rate	Tax	Net Chargeable Income	Rate	Tax
	\$		\$	\$		\$
On the First	50,000	2%	1,000	50,000	2%	1,000
On the Next	50,000	6%	3,000	50,000	6%	3,000
	100,000		4,000	100,000		4,000
On the Next	50,000	10%	5,000	<u>50,000</u>	10%	5,000
	150,000		9,000	150,000		9,000
On the Next	50,000	14%	7,000	<u>50,000</u>	14%	7,000
	200,000		16,000	200,000		16,000
Remainder		17%			17%	
Standard Rate		15%			-	
Two-tiered Standard Rates*						
On the first \$5,000,000 of net income		-			15%	
Remainder		-			16%	

### Tax Reduction

Year of Assessment	% of Tax Reduction	Maximum Per Case (\$)	Applicable Tax Types
2018/19 and 2019/20	100%	20,000	profits tax, salaries tax and tax under personal assessment
2020/21 and 2021/22	100%	10,000	profits tax, salaries tax and tax under personal assessment
2022/23	100%	6,000	profits tax, salaries tax and tax under personal assessment
2023/24*	100%	3,000	profits tax, salaries tax and tax under personal assessment

<sup>\*</sup> Legislative amendments are required for implementing the tax measures as proposed by the Financial Secretary in the 2024-25 Budget. # until superseded

PAM61(e) April 2024

# Salaries Tax / Personal Assessment

Allowances, Deductions and Tax Rate Table



# **Inland Revenue Department**

The Government of the Hong Kong Special Administrative Region of the People's Republic of China