



PORTCULLIS NEWS

MCI (P) 013/06/2017

28 March 2018

HONG KONG TAX UPDATES – TWO-TIER PROFITS TAX SYSTEM EFFECTIVE FROM 2018/19 ONWARDS

21 March 2018, the Inland Revenue (Amendment) (No.7) Bill 2017 - The Two-tier profits tax system passed its third reading in the Legislative Council. Commencing from the year of assessment 2018/19, tax relief will be provided to small and medium-sized enterprises by the two-tier profits tax system. Each group of connected entities can nominate one enterprise to enjoy such tax relief.

《2017年稅務(修訂)(第7號)條例草案》-利得稅兩級制於2018年3月21日在香港立法會經三讀通過。由2018/19課稅年度起,此利得稅兩級制將提供予中小型企業。有關連企業可提名一家企業受惠。

We summarize the relief for corporations below:-

我們把該兩級稅制有關企業的部分總結如下:

Profits 利潤 HK\$	2018/19 tax rate 2018/19 稅率	Prevailing tax rate 現時稅率	Maximum tax saving under new legislation 新稅制下最多可節省的 稅款 HK\$
2,000,000 or below 2,000,000或以下	8.25%	16.5%	165,000
Remainder 餘款	16.5%	16.5%	N/A 不適用

Under the situation of corporations, “connected entities” means – 在企業的情況下,「有關連企業」指–

- (a) one of the entity has direct or indirect control over another;
一家企業直接或間接控制另一家企業;
- (b) the entities are under common control directly or indirectly .
企業皆直接或間接受另一企業或個人控制。

“Control” means –
「控制」指–

- i) owns or controls more than 50% in aggregate of the issued share capital; OR
擁有或操控整體多於50%的已發行股本; 或



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ii) is entitled to exercise or control the exercise of more than 50% in aggregate of the voting rights at general meeting; OR

於股東大會操控整體多於50%的投票權; 或

iii) is entitled to more than 50% in aggregate of the profits.

獲取整體利潤的50%。

With the introduction of more tax relief, investments in Hong Kong as small and medium enterprises will bring more benefits and returns to investors.

新的稅制將為投資於香港的中小企帶來更多新機遇。

For further details, please contact your Portcullis Relationship Manager or Ms Pisces Wong, Senior Accounts and Tax Manager at:-

欲知更多, 歡迎與我們的資深會計及稅務經理(黃英妍)聯絡。以下為其聯絡方法:

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