

# How will the **2018 budget speech** affect you?

# SIMEKA

member of  **Sanlam** group


## VAT

## SIN TAX

## MEDICAL TAX

Increased to  
**15%**

With effect from 1 April 2018



- Unfortified wine **30c** per 750ml bottle
- Spirits **R4.80** per 750ml bottle
- Malt beer **15c** per 340ml can
- Ciders & alcoholic fruit drinks **15c** per 340ml can

Cigarettes **R1.22** per packet of 20

Sugar-sweetened beverages will be taxed from 1 April 2018

The new medical tax credit is

**R310 p/m** for the first two beneficiaries

↑ up from R303



and

**R209 p/m** for remaining beneficiaries

↑ up from R204

## REVENUE & EXPENDITURE

## RETIREMENT FUNDS

## ESTATE DUTY & DONATIONS TAX

**TAX REVENUE 2018/2019**

Customs and excise duties	7.2%
Fuel levies	5.7%
Corporate Income Tax	17.2%
Personal Income Tax	37.6%
VAT	25.9%
Other	6.3%



Tax free savings account: annual allowance **unchanged** at R33 000

Transfers to pension and provident fund preservation after retirement are now allowed

Dutiable estate value and donations exceeding

**R30 million**

will be taxed **25%**

↑ up from 20%

**HOW IT WILL BE SPENT**

Social Development	17.7%
General Public Services	4.2%
Economic Affairs	13.3%
Community Development	13.2%
Port-school education	6.8%
Defence, Public Order and Safety	13.4%
Health	13.9%
Basic Education	16.5%
Other	1.0%

## FUEL & ROAD ACCIDENT FUND LEVY

22c per litre

30c per litre

## PERSONAL TAXES

On earnings more than R1.5m p/a:

**taxed 45%**

Earnings between R708 311 and R1.5m p/a:

**taxed 41%**

## SOCIAL GRANTS

## TRANSFER DUTIES

## FEE-FREE HIGHER EDUCATION & TRAINING

## HEALTH

<p><b>Old age</b> R1 690 p/m</p> <p>from 1 April + R10 p/m from 1 October 2018</p>	<p><b>Child Support</b> R410 p/m</p> <p>from 1 April + R10 p/m from 1 October 2018</p>
<p><b>Foster Care</b> R960 p/m</p> <p>up from R920</p>	<p><b>Disability</b> R1 690 p/m</p> <p>up from R1 600</p>

Properties up to **R900 000** exempt from transfer duties.

**Unchanged**

**R57 billion**

**R205.4 billion**

