

## IS YOUR BUSINESS VIEWED AS A SMALL BUSINESS CORPORATION BY SARS?

- Is your business turnover less than R20 million per year?
- Are the shareholders in your business all natural persons?
- Do you only own one business?
- Does less than 20% of your turnover come from “investment” income?
- Is less than 20% of your income from rendering a “personal” service?
- If you have answered **YES** to all the above questions your business could be making massive **Income Tax** savings
  - Zero tax on income of less than R78,150 per annum
  - Tax of R20,080 (5,5%) on an income of R365,000 per annum (as opposed to R102,200 on a flat company tax rate of 28%!)

TAX RATES		SMALL BUSINESS CORPORATIONS - 2018 / 2019 tax year		
Taxable income		Rates of tax		
R 0	R 78,150	0%	of taxable income	
R 78,151	R 365,000	7%	of taxable income over	R 78,150.00
R 365,001	R 550,000	R 20,080	+ 21% of the amount over	R 365,000.00
R 550,001	and above	R 58,930	+ 28% of the amount over	R 550,000.00