

# Singapore Tax System

Investors turn to Singapore for establishing their operations for several reasons. The ease of setting up and operating businesses is a prime motivator. Another central determinant is Singapore's Tax Regime – Well Known for its attractive corporate and personal tax rates, tax relief measures, absence of capital gains tax, one-tier tax system, and extensive double tax treaties.

## Tax System

- Persons, including corporations, partnerships trustees and bodies of persons carrying on any trade, profession or business in Singapore are chargeable to tax on all profits (excluding profits arising from the sale of capital assets) arising in or derived from Singapore and certain foreign-sources income from such trade, profession or business.
- The purpose of this chart is to provide a general overview of Singapore's Tax Rate and that you can use to estimate your Singapore Taxes and to also compare how they stack up against those in your home country.

## Corporate Tax Rates in Singapore (YA2020 onwards)

Taxable Income (Singapore Dollars)	Tax Rate
Tax rate on corporate profits for up to \$200,000 (Start Up: 3 Years)	6.4%
Tax rate on corporate profits for up to \$200,000	8.3%
Tax rate on corporate profits above \$200,000	17%
Tax rate on capital gains accrued by the company	0%
Tax rate on dividend distribution to shareholders	0%
Tax rate on foreign-sourced income not brought into Singapore	0%
Tax rate on foreign-sourced income brought into Singapore	0 – 17% subject to conditions

## Individual Tax Rates in Singapore (YA2024 onwards)

Annual Income (Singapore Dollars)	Tax Rate
Tax rate on capital gains	0%
Tax rate on income earned overseas	0%
Tax rate on dividends received from Singapore Company	0%
Tax rate on \$20,000	0%
Tax rate up to \$30,000	2%
Tax rate up to \$40,000	3.5%
Tax rate up to \$80,000	7%
Tax rate up to \$120,000	11.5%
Tax rate up to \$160,000	15%
Tax rate up to \$200,000	18%
Tax rate up to \$240,000	19%
Tax rate up to \$280,000	19.5%
Tax rate up to \$320,000	20%
Tax rate up to \$500,000	22%
Tax rate up to \$1,000,000	23%
Tax rate above \$1,000,000	24%

All reference mentioned are found in the IRAS Government Website.  
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