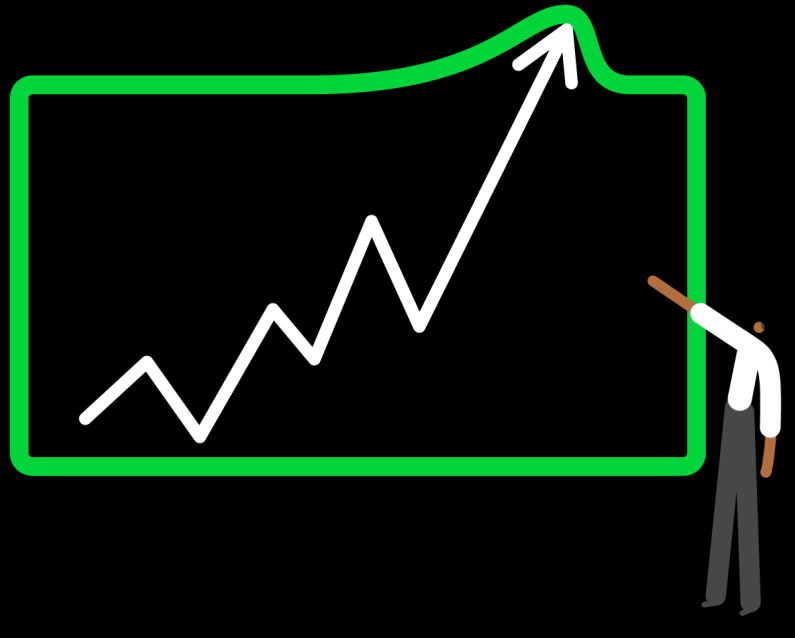


How will the 2024 Budget impact you?



Sin tax

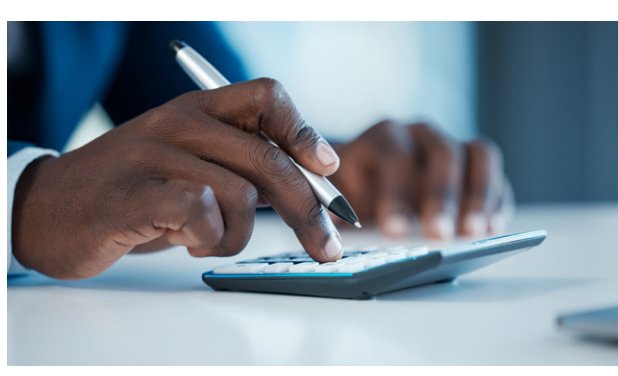
Excise duties on alcohol will increase between **6.7** and **7.2** per cent, while duties on tobacco products will increase between **4.7** and **8.2** per cent, i.e.

- A can of beer increases by **14 cents**
- A can of a cider and alcoholic fruit beverage goes up by **14 cents**
- A bottle of wine will cost an extra **28 cents**
- A bottle of fortified wine will cost an extra **47 cents**
- A bottle of sparkling wine will cost an extra **89 cents**
- A bottle of spirits, including whisky, gin or vodka, increases by **R5.53**
- A **R9.51 cents** increase for cigars
- A **97 cents** increase to a pack of cigarettes
- And an extra **57 cents** for a pipe of tobacco

Corporate tax rate

The corporate tax rate remains **unchanged at 27%**.

Implementation of a global minimum corporate tax, with multinational corporations subject to an effective tax rate of at least **15 per cent**, regardless of where its profits are located.



Personal income tax

No inflationary adjustments to the personal income tax brackets and medical tax credits.

Fuel levy

The general fuel levy and the Road Accident Fund levy will **not be increased** this year, resulting in tax relief of around **R4 billion**.



Health

Health is allocated a total of **R848 billion** over the medium term. These allocations include **R11.6 billion** to address the 2023 wage agreement, **R27.3 billion** for infrastructure, and **R1.4 billion** for the NHI grant over the same period.

Income tax tables

Taxable income (R)	Rates of tax (R)
1 - 237 100	18% of taxable income
237 101 - 370 500	42 678 + 26% of taxable income above 237 100
370 501 - 512 800	77 362 + 31% of taxable income above 370 500
512 801 - 673 000	121 475 + 36% of taxable income above 512 800
673 001 - 857 900	179 147 + 39% of taxable income above 673 000
857 901 - 1 817 000	251 258 + 41% of taxable income above 857 900
1 817 001 and above	644 489 + 45% of taxable income above 1 817 000



Grants

- The old age and disability grants increase by **R90** on 1 April 2024 and a further **R10** on 1 October 2024.
- The child support grant rises from **R510** to **R530** on 1 October 2024, while the foster care grant increases from **R1 130** to **R1 180** over the same period.

Value-added tax

VAT remains **unchanged at 15%**.



Two-pot retirement system

- Contributions to retirement funds will be split, with **one-third** going into a "savings component" and **two-thirds** going into a "retirement component".
- From 1 September 2024, the first cash withdrawals could be made from the savings pot.

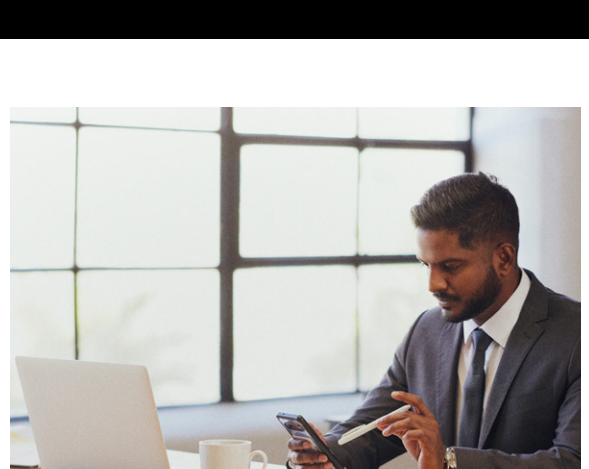
Environmental taxes

- The carbon tax increased from **R159** to **R190** per tonne of carbon dioxide equivalent as of 1 January 2024.
- The carbon fuel levy will increase to **11 cents** per litre for petrol and **14 cents** per litre for diesel effective from **3 April 2024**.



Other

- Increase in the limit for renewable energy projects that can qualify for the carbon offsets regime, **from 15 megawatts** to **30 megawatts**.
- Producers of electric vehicles in South Africa will be able to claim **150 per cent** of qualifying investment spending as an incentive to aid the transition to new energy vehicles - new investments, beginning 1 March 2026.
- Plastic bag levy to increase to **32 cents** per bag from 1 April 2024.



For more information visit tax.sage.co.za today.