

FACT SHEET

Major Sources of Government Revenue

(as at 10 May 2004)

Government revenue for 2002-03 (Total : 147.5 billion)		
Items	Value (in HK\$ billion)	Percentage
Profits tax (2004-05 tax rates: corporations: 17.5% unincorporated businesses: 16%)	38.8	26.3%
Salaries tax (2004-05 tax rates: 2% - 20% on HK\$30,000 segments of income after deduction of allowances standard tax rate: 16%)	33	22.4%
Other revenues (e.g. income from properties and investments, loans and reimbursements, motor vehicle first registration tax, yields from the Capital Works Reserve Fund, Loan Fund, and Capital Investment Fund)	33	22.4%

Major sources of government revenue (cont'd)

Government revenue for 2002-03 (Total : 147.5 billion)		
Items	Value (in HK\$ billion)	Percentage
Betting duty (2004-05 tax rates: standard bets: 12% exotic bets: 20% Mark Six Lottery: 25% Net stake receipts on football matches: 50%)	10.9	7.4%
Rates (2004-05 tax rate: 5% of the rateable annual rent of landed property)	8.9	6%
Stamp duty (duties on different classes of documents relating to assignments of immovable property, leases and shares transfers)	7.5	5.1%
Duties (four groups of commodities: tobacco, certain types of hydrocarbon oil, alcoholic beverages and certain alcoholic products)	6.6	4.5%

Major sources of government revenue (cont'd)

Government revenue for 2002-03 (Total : 147.5 billion)		
Items	Value (in HK\$ billion)	Percentage
Government rent (2004-05 tax rate: 3% of the rateable value of landed property)	6	4.1%
Estate duty (2004-05 tax rate: 5% - 15% on estates valued at over HK\$7.5 million)	1.4	0.9%
Property tax (2004-05 tax rate: 16% on the actual rent received, less an allowance of 20% for repairs and maintenance)	1.2	0.8%
Hotel accommodation tax (2004-05 tax rate: 3% on hotels and guest houses)	0.2	0.1%

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 10 May 2004
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References

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