

REVENUE BILL 2008

**COMMITTEE STAGE**

Amendments to be moved by the Honourable LEE Cheuk-yan

<u>Clause</u>	<u>Amendment Proposed</u>
New	By adding in Part 2– <b>“2A. Charge of profits tax</b> Section 14(2) of the Inland Revenue Ordinance (Cap. 112) is amended, in the English text, by repealing “rate” and substituting “rates”.”.
New	By adding – <b>“2B. Qualifying debt instruments</b> Section 14A is amended by adding – “(1A) In subsection (1), the reference to the rate specified in Schedule 8, in relation to the year of assessment commencing on 1 April 2008 and to subsequent years of assessment, is a reference to 16½%.”.”.
New	By adding – <b>“2C. Qualifying reinsurance business</b> Section 14B is amended by adding – “(1A) In subsection (1), the reference to the rate specified in Schedule 8, in relation to the year of assessment commencing on 1 April 2008 and to subsequent years of assessment, is a reference to 16½%.”.”.
3(1)	By deleting “of the Inland Revenue Ordinance (Cap. 112)”.

New By adding –

**“4A. Treatment of losses: concessionary trading receipts**

Section 19CA is amended by adding –

“(4A) In subsection (4), the reference to the rate specified in Schedule 8, in relation to the year of assessment commencing on 1 April 2008 and to subsequent years of assessment, is a reference to 16½%.”.

New By adding –

**“5A. Amount of provisional profits tax**

Section 63H(1A) is amended, in the English text, by repealing “rate” and substituting “rates”.

10 (a) By adding before subclause (1) –

“(1A) Schedule 8 is amended, in the English text, by repealing “RATE” and substituting “RATES”.

(b) By deleting subclause (2) and substituting –

“(2) Schedule 8 is amended by adding at the end –  
“For the year of assessment 2008/09 and  
for each year after that year -

- |                                 |        |
|---------------------------------|--------|
| (a) Upon the first \$10,000,000 | 16½%   |
| (b) Upon the remainder          | 17½%”. |