Salaries Tax / Personal Assessment

Allowances, Deductions and Tax Rate Table

1. Allowances

Year of Assessment	2020/21 and 2021/22	2022/23	2023/24	2024/25 and 2025/26	2026/27 and onwards #
	$	$	$	$	$
Basic Allowance	132,000	132,000	132,000	132,000	145,000
Married Person's Allowance	264,000	264,000	264,000	264,000	290,000
Child Allowance (For each of the 1st to 9th child)	120,000	120,000	130,000	130,000	140,000
For each child born during the year, the Child Allowance will be increased by (Note)	120,000	120,000	130,000	130,000	140,000
Dependent Brother or Sister Allowance (For each dependant)	37,500	37,500	37,500	37,500	37,500
Dependent Parent and Dependent Grandparent Allowance (For each dependant)					
Parent / grandparent aged 60 or above or is eligible to claim an allowance under the Government's Disability Allowance Scheme	50,000	50,000	50,000	50,000	55,000
Parent / grandparent aged 55 or above but below 60	25,000	25,000	25,000	25,000	27,500
Additional Dependent Parent and Dependent Grandparent Allowance					
Parent / grandparent aged 60 or above or is eligible to claim an allowance under the Government's Disability Allowance Scheme	50,000	50,000	50,000	50,000	55,000
Parent / grandparent aged 55 or above but below 60	25,000	25,000	25,000	25,000	27,500
Single Parent Allowance	132,000	132,000	132,000	132,000	145,000
Personal Disability Allowance	75,000	75,000	75,000	75,000	75,000
Disabled Dependant Allowance (For each dependant)	75,000	75,000	75,000	75,000	75,000

2. Deductions – Maximum Limits

Year of Assessment	2020/21 and 2021/22	2022/23	2023/24	2024/25 and 2025/26	2026/27 and onwards #
	$	$	$	$	$
Expenses of Self-Education	100,000	100,000	100,000	100,000	100,000
Elderly Residential Care Expenses	100,000	100,000	100,000	100,000	110,000
Home Loan Interest : Basic	100,000	100,000	100,000	100,000	100,000
: Additional	-	-	-	20,000	20,000
Mandatory Contributions to Recognized Retirement Schemes	18,000	18,000	18,000	18,000	18,000
Qualifying Premiums Paid under Voluntary Health Insurance Scheme (VHIS) Policy (For each insured person)	8,000	8,000	8,000	8,000	8,000
Qualifying Annuity Premiums and Tax Deductible MPF Voluntary Contributions	60,000	60,000	60,000	60,000	60,000
Domestic Rents Deduction : Basic	-	100,000	100,000	100,000	100,000
: Additional	-	-	-	20,000	20,000
Approved Charitable Donations					
[(Income – Allowable Expenses – Depreciation Allowances) x Percentage]	35%	35%	35%	35%	35%
Assisted Reproductive (AR) Service Expenses	-	-	-	100,000	100,000

3. Calculation of Tax Payable

Tax payable is calculated at progressive rates on your net chargeable income or at standard rate on your net income (before deduction of the allowances), whichever is lower. It is further reduced by the tax reduction, subject to a maximum.

Net Chargeable Income = Income – Deductions – Allowances

Year of Assessment	2020/21 to 2023/24			2024/25 and onwards #		
	Net Chargeable Income	Rate	Tax	Net Chargeable Income	Rate	Tax
	$		$	$		$
On the First	50,000	2%	1,000	50,000	2%	1,000
On the Next	50,000	6%	3,000	50,000	6%	3,000
	100,000		4,000	100,000		4,000
On the Next	50,000	10%	5,000	50,000	10%	5,000
	150,000		9,000	150,000		9,000
On the Next	50,000	14%	7,000	50,000	14%	7,000
	200,000		16,000	200,000		16,000
Remainder		17%			17%	
Standard Rate		15%			-	
Two-tiered Standard Rates						
On the first $5,000,000 of net income		-			15%	
Remainder		-			16%	

Tax Reduction

Year of Assessment	% of Tax Reduction	Maximum Per Case ($)	Applicable Tax Types
2020/21 and 2021/22	100%	10,000	profits tax, salaries tax and tax under personal assessment
2022/23	100%	6,000	profits tax, salaries tax and tax under personal assessment
2023/24	100%	3,000	profits tax, salaries tax and tax under personal assessment
2024/25	100%	1,500	profits tax, salaries tax and tax under personal assessment
2025/26	100%	3,000	profits tax, salaries tax and tax under personal assessment

until superseded

Note: Starting from the year of assessment 2026/27, a taxpayer is entitled to an additional Child Allowance for each child in the first two years following childbirth.

PAM 61(e)
August 2026

Inland Revenue Department
The Government of the Hong Kong Special Administrative Region of the People's Republic of China