Act 1007

REPUBLIC OF GHANA

THE ONE THOUSAND AND SEVENTH

ACT

OF THE PARLIAMENT OF THE REPUBLIC OF GHANA

ENTITLED

INCOME TAX (AMENDMENT) ACT, 2019

AN ACT to amend the Income Tax Act, 2015 (Act 896) to revise the rates of tax for the chargeable income for a resident individual for a year of assessment, provide for a tax holiday for automobile manufacturers and assemblers and for related matters.

DATE OF ASSENT: *28th December, 2019.*

PASSED by Parliament and assented to by the President:

First Schedule to Act 896 amended

1. The Income Tax Act, 2015 (Act 896) referred to in this Act as the "principal enactment" is amended in the First Schedule by the substitution for the table in subparagraph (1) of paragraph 1, of

"

NO.	CHARGEABLE INCOME	RATE OF TAX
1.	First GH¢3,828	Nil
2.	Next GH¢1,200	5 percent
3.	Next GH¢1,440	10 percent
4.	Next GH¢36,000	17.5 percent
5.	Next GH¢197,532	25 percent
6.	Exceeding GH¢240,000	30 percent

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Fifth Schedule to Act 896 amended

2. The principal enactment is amended in the Fifth Schedule by the substitution for

(a) "two hundred currency points" in subparagraph *(a)* of paragraph 1 of "one thousand two hundred currency points";

(b) "two hundred currency points" in subparagraph *(c)* of paragraph 1 of "one thousand five hundred currency points";

(c) "two hundred currency points" in subparagraph *(d)* of paragraph 1 of "six hundred currency points";

(d) "one hundred currency points" in subparagraph *(e)* of paragraph 1 of "one thousand currency points"; and

(e) "four hundred currency points"; in subparagraph *(f)* of paragraph 1 of "two thousand currency points.".

Sixth Schedule to Act 896 amended

3. The principal enactment is amended in the Sixth Schedule by the insertion after paragraph 11 of

"Registered manufacturers and assemblers of automobiles under the Ghana Automotive Manufacturing Development Programme

12. (1) The income of a manufacturer or assembler in respect of the manufacture or assembling of

(a) semi-knocked down vehicles is exempt from tax for a period of three years from the date of commencement of the manufacturing or assembling business; and

(b) complete-knocked down vehicles is exempt from tax for a period of ten years from the date of commencement of the manufacturing or assembling business.

(2) The concessions provided for in subparagraph (1) are cumulative.

(3) A manufacturer or assembler who starts with semi-knocked down vehicles and converts to complete-knocked down vehicles is not entitled to a concessionary period greater than an aggregate of ten years.".

Date of *Gazette* notification: 30th December, 2019.