



DYKES VAN HEERDEN GROUP OF COMPANIES
professionals striving for excellence

2016 BUDGET SPEECH: CHANGES IN TAXES IMPACTING ON PROPERTY TRANSACTIONS

TRANSFER DUTY:

In respect of all offers to purchase dated on/or after the 1 March 2016 the transfer duty in respect of natural persons and other entities such as companies, close corporations and trusts will be as follows:-

Purchase price

R0 – R750,000
From R750,001 – R1,250,000
From R1,250,001 – R1,750,000
From R1,750,001 – R2,250,000
From R2,250,001 – R10,000,000
From R10,000,001 and above

Transfer duty payable

R0
3% of the value exceeding R750,000
R15 000 + **6%** of the value exceeding R1,250,000
R45,000 + **8%** of the value exceeding R1,750,000
R85,000 + **11%** of the value exceeding R2,250,000
R937,500 + **13%** of the value exceeding R10,000,000

CAPITAL GAINS TAX:

The effective rate for capital gains tax will increase to 22,4% for Companies and CC's, 32,8% for Trusts and a maximum of 16,4% for Individuals. The annual exclusion is however increased to R40,000 for individuals.

Our tables of costs for transfer duty will follow shortly.

COMPANIES WITHIN THE DYKES VAN HEERDEN GROUP

DYKES VAN HEERDEN INC

Tel : (011) 279-5000
Fax : (011) 955-4799
E-mail info@dvh.net.za
19 Ontdekkers Road
Roodepoort 1724, South Africa

Docex 24, Roodepoort
Web-site: <http://www.dvh.law.za>

DYKES VAN HEERDEN (CAPE) INC

Tel : 0861 110 210
Fax : (021) 910-4911
E-mail admin@dvh.law.za
Unit E4/2, Edward IV
120 – 122 Edward Street
Bellville 7530, South Africa
Docex 42, Tygerberg
Web-site: <http://www.dvh.law.za>

DYKES VAN HEERDEN (KZN) INC

Tel : (031) 903- 1851
Fax : (031) 903-1101
E-mail thomas@kzndvh.za.net
Nr. 18 Ridge Road
Amanzimtoti
Durban 4120, South Africa
Docex 7, Amanzimtoti
Web-site: <http://www.dvh.law.za>

DYKES VAN HEERDEN SLABBERT HOPKINS INC

Tel : 0861 110 210
Fax : (021) 910-4911
E-mail capetown@dvhs.law.za
Unit E4/2, Edward IV
120 – 122 Edward Street
Bellville 7530, South Africa
Docex 42, Tygerberg
Web-site: <http://www.dvh.law.za>