

Budget 2020

IMPACT TO REAL ESTATE AND CONSTRUCTION SECTOR

Stamp Duty

No changes announced for Buyer Stamp Duty, Additional Buyer Stamp Duty and Additional Conveyance Duties

Acceleration of Renovation & Refurbishment Expense Claim

Option to claim qualifying renovation and refurbishment expenses incurred in FY2020 in one tax year

Land Intensification Allowance Scheme

Land Intensification Allowance scheme which grants initial (25%) and annual allowances (5%) on qualifying expenditure extended till 31 December 2025

Foreign Worker Levy

No change

GST

The scheduled GST increase from 7% to 9% will only happen some time during 2022 to 2025

Acceleration of Capital Allowances Claim for Plant & Machinery

Option to accelerate capital allowances claim for plant and machinery acquired in FY2020 over two years

Dependency Ratio Ceiling (DRC)

- No change to current DRC at 87.5% for construction sector
- S Pass sub-DRC to be reduced from 20% to 18% on 1 January 2021 and to 15% on 1 January 2023 for construction sector

Enhancement to Government Grants & Assistance

- Enterprise financing scheme – SME Working Capital Loan
- Jobs Support Scheme
- Wage Credit Scheme
- Productivity Solutions Grant

Property Tax Rebate for Qualifying Commercial Properties

Property tax rebate of 10%, 15% or 30% to qualifying commercial properties for period 1 January 2020 to 31 December 2020

Talk to our experts:

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