

**THE INCOME TAX (RATES) ACT, 1967**

No. 46



of 1967

**AN ACT TO FIX THE RATES OF INCOME TAX TO BE LEVIED IN RESPECT OF THE YEAR OF ASSESSMENT ENDING ON THE 30TH DAY OF JUNE, 1967**

Date of Assent :

Date of Commencement :

ENACTED by the Parliament of Botswana.

**Short Title and Application**

1. This Act may be cited as the Income Tax (Rates) Act, 1967, and shall apply to assessments for the year of assessment ending on the 30th June, 1967.

**Interpretation**

2. In this Act, unless the context otherwise requires –

“external company” means a company which is incorporated or otherwise established outside Botswana;

and other expressions have the meanings respectively assigned thereto in the Income Tax (Consolidation) Proclamation, 1959 (No. 81 of 1959) (hereinafter referred to as the principal law).

**Rates of Income Tax**

3. In terms of section 6(2) of the principal law the rates of income tax to be levied for the year of assessment ending on the 30th June, 1967, shall be –

- (a) in the case of private companies, other than external companies --
  - (i) for the first five thousand rand of taxable income, twenty cents for every rand thereof; and
  - (ii) for the excess of taxable income over five thousand rand, thirty cents for every rand thereof;
- (b) in the case of companies other than those mentioned in paragraph (a), for each rand of taxable income, thirty cents;
- (c) in the case of persons ordinarily resident in Botswana other than companies, as prescribed in the Schedule:

Provided that there shall be added to the amount of tax so determined a sum equal to thirty *per cent* of the net amount arrived at after deducting the rebates provided for in section 8 of the principal law from the amount of tax so determined;

- (d) in the case of persons not ordinarily resident in Botswana other than companies, as prescribed in the Schedule:

Provided that --

- (i) there shall be added to the amount of tax so determined a sum equal to thirty *per cent* of the net amount arrived at after deducting the rebates provided for in section 8 of the principal law from the amount of tax so determined;
- (ii) where any taxable income after deducting the rebate provided for in section 8 of the principal law is reduced to such an amount as would, but for the provisions of this proviso, yield less than three *per cent* on the gross taxable income, there shall be levied an income tax at the rate of three *per cent* on the gross taxable income.

#### **Presumptions**

4. For the purposes of this Act a person having an address outside Botswana shall be deemed, until the contrary is proved, to be not ordinarily resident in Botswana or, in the case of a company, to be an external company.

**SCHEDULE**

*Rates of Tax in respect of Married Persons*

*Taxable Income*

Where the taxable income does not exceed R600	6% of each R1 of taxable income
exceeds R 600 but not R 1,000	R 36 plus 7% of the amount by which taxable income exceeds R 600
exceeds R 1,000 but not R 1,200	R 64 plus 8% of the amount by which taxable income exceeds R 1,000
exceeds R 1,200 but not R 2,400	R 80 plus 8% of the amount by which taxable income exceeds R 1,200
exceeds R 2,400 but not R 3,000	R 176 plus 8% of the amount by which taxable income exceeds R 2,400
exceeds R 3,000 but not R 4,600	R 224 plus 9% of the amount by which taxable income exceeds R 3,000
exceeds R 4,600 but not R 5,000	R 368 plus 16% of the amount by which taxable income exceeds R 4,600
exceeds R 5,000 but not R 6,000	R 432 plus 25% of the amount by which taxable income exceeds R 5,000
exceeds R 6,000 but not R 8,000	R 682 plus 29% of the amount by which taxable income exceeds R 6,000
exceeds R 8,000 but not R10,000	R1,262 plus 35% of the amount by which taxable income exceeds R 8,000
exceeds R10,000 but not R12,000	R1,962 plus 39% of the amount by which taxable income exceeds R10,000
exceeds R12,000 but not R14,000	R2,742 plus 40% of the amount by which taxable income exceeds R12,000
exceeds R14,000 but not R16,000	R3,542 plus 44% of the amount by which taxable income exceeds R14,000
exceeds R16,000 but not R18,000	R4,422 plus 47% of the amount by which taxable income exceeds R16,000
exceeds R18,000	R5,362 plus 50% of the amount by which taxable income exceeds R18,000

*Taxable Income*

Where the taxable income does not exceed R600	7½% of each R1 of taxable income
exceeds R 600 but not R 1,000	R 45 plus 9% of the amount by which taxable income exceeds R 600
exceeds R 1,000 but not R 1,200	R 81 plus 9% of the amount by which taxable income exceeds R 1,000
exceeds R 1,200 but not R 2,400	R 99 plus 9% of the amount by which taxable income exceeds R 1,200
exceeds R 2,400 but not R 3,000	R 207 plus 10% of the amount by which taxable income exceeds R 2,400
exceeds R 3,000 but not R 4,600	R 267 plus 11% of the amount by which taxable income exceeds R 3,000
exceeds R 4,600 but not R 5,000	R 443 plus 15% of the amount by which taxable income exceeds R 4,600
exceeds R 5,000 but not R 6,000	R 515 plus 26% of the amount by which taxable income exceeds R 5,000
exceeds R 6,000 but not R 8,000	R 775 plus 30% of the amount by which taxable income exceeds R 6,000
exceeds R 8,000 but not R10,000	R1,375 plus 36% of the amount by which taxable income exceeds R 8,000
exceeds R10,000 but not R12,000	R2,095 plus 41% of the amount by which taxable income exceeds R10,000
exceeds R12,000 but not R14,000	R2,915 plus 42% of the amount by which taxable income exceeds R12,000
exceeds R14,000 but not R16,000	R3,755 plus 45% of the amount by which taxable income exceeds R14,000
exceeds R16,000 but not R18,000	R4,655 plus 48% of the amount by which taxable income exceeds R16,000
exceeds R18,000	R5,615 plus 50% of the amount by which taxable income exceeds R18,000

*Rates of Tax in respect of persons who are not Married*

Passed by the National Assembly this day, the 31st August, 1967.

Clerk of the National Assembly.