Individual Reliefs

**Question 7: Earned Income Relief for Age 55**

Mdm Suzanna Foo, a Singapore resident, celebrated her 55th birthday on 31/12/13. She received the following income during the year 2013.

$

Salary from part-time employment 1,900

Interest from POSB Bank 3,500

**Required**

Calculate Suzanna’s chargeable income for YA 2014.

**Question 8: Spouse Relief**

Mr. & Mrs. Gan are both in employment with Mrs. Gan earing $60,000 during 2013. Mr. Gan is still paying alimony of $1,200 to his ex-wife in 2013.

**Required**

State how much relief Mr Gan can claim if any.

**Question 9**

Same facts as above except Mrs. Gan earned $3,000 during 2013.

State how much Mr. Gan is entitled to how much relief?

**Question 10: Eligible child for QCR**

Yusof has 5 children during the year 2013. Details of the children are as follows:

1. Juliah 18 years old studying at Raffles Junior College.

2. Azlan 16 years old studying at Raffles Institution.

3. Azman 14 years old.

4. Aziz 12 years old.

5. Aisha 8 years old.

**Required**

State how much QCR is available for YA 2014.

**Question 11: Child’s income exceeds $2,000**

Facts as above except that Juliah and Azlan worked part-time and earned $6,500 and $3,500 during the year respectively.

State how much QCR can be claimed for YA 2014.

**Question 12: HCR**

Mr. Fong’s fourth child Leslie born on 1/7/83 was physically handicapped. Leslie works as a part time waiter earning $500 per month each year. What is the HCR available to Mr. Fong in respect for this child?

**Question 13: WMCR**

Lyana who is a criminal lawyer has three children aged 9, 10 and 11 years during the year 2013. All of them are Singapore citizen. Her employment income was $210,000 in 2013. Calculate WMCR available to her for the YA 2014. Her husband will claim the full QCR.

**Question 14: Wife claim full child relief (WMCR + QCR)**

Using the same facts as in example 9, except that Lyana claims the full child relief.

State how much the total child relief available to Lyana is?

**Question 15: Parent Relief**

Adam and his wife, Alice maintains the following dependents in 2013.

1. Adam’s grandmother is 80 years old. She is physically handicapped and is staying in a nursing home. Adam pays the monthly fees of $1,500.

2. Alice’s mother, aged 50 years, lives with them and helps to look after their daughter, who is mentally handicapped.

3. Adam’s parents, aged 60 years, live on their own and Adam gives them a monthly allowance of $500.

Assume that the above dependents do not have any income of their own.

Calculate the maximum amount of relief Adam can claim if his wife, Alice is a home maker.

**Question 16: Compulsory CPF contribution on ordinary wages**

Jacelyn Tay is a sales executive of F&N Ltd. Her remuneration for the month of December 2013 was made up of:

$

Basic salary 3,000

Transport allowance for private usage 500

Commission 4,000

Total 7,500

State how much compulsory CPF relief Jacelyn can claim on ordinary wage?

**Question 17: Compulsory CPF contribution on Total Wages: No restricitons**

Suzie’s (35 years old) remuneration for the year end 31/12/13 was:

$

Salary 48,000

Annual and variable bonus 20,000

Total wages 68,000

State how much CPF relief can be claimed on ordinary wages and additional wages for YA 2014.

**Question 18: Compulsory CPF contribution on Total wages: Restriction on AW**

Details of Lydia’s (40 Years old) employment income for the year ended 31/12/13 were:

$

Salary 48,000

Bonus 50,000

Total wages 98,000

**Required**

Calculate CPF relief available to Lydia for the YA 2014.

**Question 19: Compulsory CPF contributions on Total wages: restriction on OW and AW**

Details of Bernard (45 years old) employment income for the year ended 31/12/13 are:

$

Salary ($8,000 per month) 96,000

Bonus 40,000

Employment income 136,000

**Required**

Calculate the CPF relief available to Bernard for YA 2014.

**Question 20: CPF contribution by Self-Employed**

Alice Woon, A self-employed individual, earned the following income for the year ended 31/12/13.

$

Business profit 60,000

Singapore One Tier Dividend 6,000

Assume the voluntary CPF contributions made during the year are:

a) $6,000

b) 22,500

**Required**

How much relief is available in respect of voluntary contribution and self-employment.

**Question 21: Voluntary contribution capped at $30,600**

Same facts as Example 16 above except that Alice’s business profits is $90,000 and her voluntary CPF contribution during the year is $30,000

**Required**

State how much relief is available

**Question 22: Life insurance premium only**

Jimmy Young has 3 insurance policies with Great Eastern Life, a Singapore insurance company with details as follows:

Policy 1 secures an amount of $10,000 on death and annual premium is $340

Policy2 secures an amount of $5,000 on reaching the age of 60 and annual premium is $650.

Policy 3 secures an amount of $30,000 on death and annual premium is $2,750

Jimmy has not contributed to any approved provident fund or CPF.

**Required**

Calculate the amount of life insurance premium relief that qualify for deduction.

**Question 23: Life insurance premium and CPF contribution < $5,000**

Facts are the same as in Example 18 except that Jimmy’s contribution to CPF is $2,980 per annum.

**Required**

Calculate the amount of life insurance premium relief that qualify for deduction.

**Question 24: Life insurance premium and CPF contribution > $5,000**

Facts are the same as in Example 18 except for that Jimmy’s contribution to CPF is $6,000 per annum.

**Required**

Calculate the amount of life insurance premium relief that qualify for deduction.

**Question 25: Compulsory & Voluntary CPF relief**

Mr. Dennis Tay aged 45 years old is an associate professor at the National Technological University. The University has allowed him to undertake some projects for the industry and he will be paid as a consultant by the industry. During the year ended 2013, he made contributions to CPF and life insurance premium. Calculate the maximum relief available for YA 2014, given the following situations.

**Required**

How much is the total relief available for compulsory and voluntary CPF contributions plus life

**Question 26: Course fee relief**

Mr sam, a tax resident, incurred course fee (for an approved vocational qualification) of $2,500 in the year of assessment 2014. His assessable income is $20,000

His assessable income is expected to $25,000 and $40,000 for the year of assessment 2015 and 2016.

**Required**

State the options available to Mr Sam in respect of deferment of course fee relief.

**Question 27: Automatic NS Man Relief**

Gerard Ee had completed his NS many years ago and was performing in-camp during the year 2013. He is not key command and staff appointment holder. Calculate the NS man relief available to him and his wife.