

Internal Revenue (Amendment) Act 839

Act, 2012

ARRANGEMENT OF SECTIONS

Sections

1. Section 11 of Act 592 amended
2. Section 23 of Act 592 amended
3. Section 97 of Act 592 amended
4. First Schedule to Act 592 amended
5. Third Schedule to Act 592 amended
6. Revocation of L. 1. 1996

ACT

OF THE PARLIAMENT OF REPUBLIC OF GHANA

ENTITLED

INTERNAL REVENUE (AMENDMENT) ACT, 2012

AN ACT to amend the Internal Revenue Act, 2000 (Act 592) to review upwards the tax holiday for the Ghana Stock Exchange, to review the tax band for resident individuals, to increase the income tax rate for mining companies, to reduce the tax rate for the hotel industry and to provide for related matters.

DATE OF ASSENT:

PASSED by Parliament and assented to by the President:

Section 11 of Act 592 amended

1. The Internal Revenue Act, 2000 (Act 592) referred to in this Act as the 'principal enactment' is amended in Section 11 by the substitution for "twenty years" appearing in subsection (8) of "twenty-five years".

Section 23 of Act 592 amended

2. The principal enactment is amended in section 23 by the insertion after subsection (l) of the following new subsection:

IA). A person engaged in mining operations shall not be allowed a deduction for expenses exclusively incurred in a mining area against revenue derived from another mining area belonging to that person or in which that person has an interest, in determining that person's chargeable income for a basis period".

Section 97 of Act 592 amended

3. The principal enactment is amended in Section 97 (3) by the substitution for "twenty years" appearing in paragraph (a) of "twenty-five years" .

First Schedule to Act 592 amended

4. The principal enactment is amended in the First Schedule as follows:

(a) by the substitution for paragraph 1 of Part 1 of the following new paragraph:

"1. The income tax rates applicable to resident individuals are:

CHARGEABLE INCOME		RATE OF TAX
First	GH¢1,440	Free
Next	GH¢720	5%
Next	GH¢1,008	10%
Next	GH¢25,632	17.5%

Exceeding	GH¢28,800	25%
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(b) by the substitution for "22%" in paragraph 2 of Part II of "20%";

(c) by the insertion after paragraph 6 of Part II of the following new paragraph

"6A. The income tax rate applicable to a company engaged in mining is .35%".