
APPENDIX 1: REVENUE TABLES

Table 1.1:	Summary of Infrastructure Tax Credit Scheme (Kina Millions).
Table 1.2:	Incentives Under the Income Tax Act Resulting in Permanent Loss of Revenue (Kina).
Table 1.3	Incentives Under the Income Tax Act Involving Deferral of Income Tax (Kina)
Table 1.4	Exemptions Under the Stamp Duties Act (Kina)
Table 1.5	Tax savings from personal income tax cuts from 1 January 2008

Table 1.1: Summary of Infrastructure Tax Credit Scheme (Kina Millions)

	Actual 2004	Actual 2005	Est. 2006	Est. 2007	Proj 2008
Total Mining and Petroleum Taxes Paid	634.3	1076.8	1946.5	2362	1746.4
Mining and Petroleum Taxes Paid by companies involved in ITC	634.3	1076.8	1946.5	2362	1746.4
Total ITC Claimed and Allowed	98.6	71.6	89.6	71.2	80.4
Expenditure incurred on Approved ITC Projects	34.7	20.3	89.6	71.2	80.4
Tax Credit Claimed as Percentage of Taxes Paid by Companies Subject to ITC	15.6	6.7	5.1	6.6	4.6
Excess Credits Carried Forward (from prior years)	na	na	na	na	na

Notes: 1. A total tax expenditure of K71.2 million is expected to be incurred on approved ITC Projects in 2007. Detailed information on this expenditure is not yet available.

2. Tax Credit expenditures for 2006 are based on company tax returns assessed by October 2006.

3. ITC is abbreviated for Infrastructure Tax Credit.

4. i.e not available

Source: Department of National Planning & Monitoring and Internal Revenue Commission

Table 1.2: Incentives Under the Income Tax Act Resulting in Permanent Loss of Revenue (Kina)

Section	Description	2003 Number	Amount	2004 Number	Amount	2005 Number	Amount	2006 Number	Amount	Grand Total Amount
25	Institutions and Hospitals	2	3,075	2	11,950	3	17,514	1	346	32,885
25A	Charitable Institutions	5	8,046,230	6	10,770,469	5	7,152,179	2	3,901,519	29,870,397
27	Non-Profit Bodies	5	772,493	4	84,667			1	367,710	1,224,870
35(1)	Exempt interest	14	3,936,108	13	668,579	16	1,392,626	6	509,727	6,507,040
35A	Fishing Operations			1	609,560					609,560
45B	Export Sales Exemptions	2	438,121	3	792,122	4	14,896,443	5	14,637,002	30,763,688
45I	Rural Development	5	10,255,436	3	10,515,720	1	766,789	2	369,492	21,907,437
45N	Bougainville Incentive	4	1,339,688	1	128,263					1,467,951
46AA	Rabaul Incentive	1	46,606	1	121,517					168,123
69A	Gifts to Sporting Bodies	6	53,092	5	24,235			1	2,700	80,027
69C	Gifts to Law, Order and Justice	1	250			1	261			511
69E	Gifts to Charities	4	18,588	3	122,481	3	8,346	1	450	149,865
69I	Gifts to National Day Celebrations							1	10,000	10,000
69J	Gifts to PNGSC 2000 Olympics									-
70A	Deduction for Education Expenses	49	1,034,200	21	528,172	22	404,107	13	149,090	2,115,569
72A	Double Deduction - Training	36	3,446,608	19	1,083,754	21	2,062,394	14	811,149	7,403,905
72C	Double Deduction - Export Market Development	5	1,236,070	2	54,069	3	88,889	4	142,233	1,521,261
95	Research and Development - 150%									-
97A	Primary Production Development Expenditure	2	12,471,600	1	1,854,252	1	2,787,118	1	4,149,637	21,262,607
97B	Agriculture Extension Services - 150%									-
CH 119	Pioneer Industries									-
		141	43,098,165	85	27,369,810	80	29,576,666	52	25,051,055	125,095,696

Note: Number means the number of tax payers claiming the concessions
A dash means no exemptions were recorded.

Source: Internal Revenue Commission

Table 1.3: Incentives Under the Income Tax Act Involving Deferral of Income Tax (Kina)

Section	Description	2003 Number	Amount	2004 Number	Amount	2005 Number	Amount	2006 Number	Amount	Grand Total Amount
68A	Solar Heating									-
73(3)	Depreciation 20% loading	1	32,629	2	19,978	1	265,428	5	231,726	549,761
73(6)	Depreciation non-oil fired plant	1	37,434							37,434
73(7)	Depreciation - industrial plant	8	19,659,536	4	5,661,906	5	5,028,452	4	2,431,571	32,781,465
73(9)	Depreciation - Primary Production	4	13,831,735	2	1,192,744	2	763,333	1	218,446	16,006,258
		14	33,561,334	8	6,874,628	8	6,057,213	10	2,881,743	49,374,918

Note: Number means the number of tax payers claiming the concessions

A dash means no exemptions were recorded.

Source: Internal Revenue Commission

Table 1.4: Exemptions Under the Stamp Duties Act

Schedule 1	Description of Exemptions	2006 Number	Amount	2007 Number	Amount	Grand Total Amount
Item 5	First Time Home Buyers Exemption	765	1,846,833	448	928,773	2,775,606
						-
Item 5	Charities	5	126,540	6	163,012	289,552
						-
Item 8	Wills	2	24,040			24,040
						-
Item 16	Transfers of marketable securities	1	9			9
						-
						-
Section 6	Purchase of Property by State Instrumentalities	4	41,640	7	14,437	56,077
						-
						-
		777	2,039,062	461	1,106,222	3,145,284

Note: Number means number of transactions
 2006 Figures are from January to December 2006
 2007 Figures are from January to July 2007
 A dash means no exemptions were granted

Source: Internal Revenue Commission

Table 1.5 Tax Savings from Personal Income tax cuts from 1 January 2008

	Taxpayer without dependent		Taxpayer with one dependent		Taxpayer with two dependents		Taxpayer with three dependents	
Income (kina/year)	Tax saving (kina/fortnight)	Tax Saving (per cent)	Tax saving (kina/fortnight)	Tax Saving (per cent)	Tax saving (kina/fortnight)	Tax Saving (per cent)	Tax saving (kina/fortnight)	Tax Saving (per cent)
10,000	7.31	22.4	6.23	22.4	5.50	22.4	4.77	22.4
15,000	13.08	16.2	11.12	16.2	9.81	16.2	8.50	16.2
20,000	16.54	12.5	16.54	14.3	16.54	15.9	16.54	17.9
25,000	16.54	8.7	16.54	9.6	16.54	10.2	16.54	11.0
30,000	16.54	6.7	16.54	7.2	16.54	7.5	16.54	8.0
35,000	16.54	5.3	16.54	5.7	16.54	5.9	16.54	6.1
40,000	16.54	4.4	16.54	4.6	16.54	4.8	16.54	4.9
45,000	16.54	3.7	16.54	3.9	16.54	4.0	16.54	4.1
50,000	16.54	3.2	16.54	3.3	16.54	3.4	16.54	3.5
55,000	16.54	2.9	16.54	2.9	16.54	3.0	16.54	3.1
60,000	16.54	2.6	16.54	2.6	16.54	2.7	16.54	2.7
65,000	16.54	2.3	16.54	2.4	16.54	2.4	16.54	2.5
70,000	16.54	2.1	16.54	2.2	16.54	2.2	16.54	2.2
75,000	16.54	1.9	16.54	2.0	16.54	2.0	16.54	2.0
80,000	16.54	1.8	16.54	1.8	16.54	1.8	16.54	1.8
85,000	16.54	1.6	16.54	1.7	16.54	1.7	16.54	1.7
90,000	16.54	1.5	16.54	1.5	16.54	1.6	16.54	1.6
95,000	16.54	1.4	16.54	1.4	16.54	1.5	16.54	1.5
100,000	16.54	1.3	16.54	1.4	16.54	1.4	16.54	1.4

Source: Department of Treasury