

Name of Tax Change	Current Treatment	New Treatment
Tax deduction for angel investors	Nil	<p>A new incentive to encourage eligible individuals who are able and willing to invest in start-ups and help them grow (e.g. through their management expertise, business networks etc). This new incentive will be administered by SPRING Singapore.</p> <p>Under the new incentive, an approved angel investor needs to invest a minimum of \$100,000 into a start-up in a YA, in order for him to enjoy a tax deduction at 50% of his investment at the end of his second year of holding of the investment. The deduction to an approved angel is capped at \$500,000 of investment into qualifying start-ups per year of assessment. The incentive is valid from 1 March 2010 to 31 March 2015 (both dates inclusive) and applies to qualifying investments in qualifying start-ups made during this period.</p> <p>SPRING Singapore will release more details of the scheme by June 2010.</p>