

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

1. CHANGES TO FORM C-S

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
1	Page 1: Productivity and Innovation Credit Plus (PIC+) Scheme	New	Added a check box for companies availing themselves of PIC+ Scheme to declare that they meet the qualifying conditions.	In line with Budget 2014
2	Page 2/ Section 1/ Box 7: Enhanced Deductions under Productivity and Innovation Credit (PIC) / PIC+ Scheme	Modified	Added the text: “/ PIC+ Scheme”	For information
3	Page 2/ Section 1/ Box 12: Current Year Capital Allowances <i>excluding Enhanced Allowances under Productivity and Innovation Credit (PIC)/ PIC+ Scheme</i>	Modified	Added the text: “/ PIC+ Scheme”	For information
4	Page 2/ Section 1/ Box 13: Enhanced Allowances under Productivity and Innovation Credit (PIC) / PIC+ Scheme	Modified	Added the text: “/ PIC+ Scheme”	For information

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
5	Page 3/ Section 5/ Box 33 and Box 34: Productivity and Innovation Credit (PIC)/ PIC+ Scheme (Total Cost Incurred)	Modified	Added the text to Section 5: "/ PIC+ Scheme (Total Cost Incurred)" Edited Box 33 text to: "PIC IT and Automation Equipment Acquisition and Leasing" Edited Box 34 text to: "In-house Training <u>not</u> Certified by WDA or ITE (capped at \$10,000)"	For clarity

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

2. CHANGES TO EXPLANATORY NOTES TO FORM C-S

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
1	Page 1/ Note 1: Newly-incorporated Company	Modified	Inserted a table to illustrate how a newly-incorporated company should complete the income tax return (e-Form C-S and paper Form C-S) if its first set of financial accounts cover a period of more than 12 months.	For clarity
2	Page 1/ Note 2: Dormant Company	Modified	Edited the text: "If the dormant company is not expecting to commence/ re-commence business or receive income for the next two years, the company may wish to apply for waiver to submit its income tax return. For more information on the application process, please refer to www.iras.gov.sg > <i>Businesses</i> > <i>For companies</i> > <i>If your company is dormant</i> "	For clarity
3	Page 1/ Note 4: Service Company	Modified	Edited the text: "A service company refers to a company which renders services to its related companies and is reimbursed for the operating expenses incurred in connection with the services rendered. The services may be provided free, at a cost plus mark-up or at arm's length prices. "	For clarity
4	Page 2/ Note a: Revenue is S\$1,000,000 or below	Modified	Edited the text: "A newly-incorporated company filing its first tax return , based on its first set of financial accounts covering a period of more than 12 months, would meet this qualifying condition if the revenue for the 12-month period ending on its financial year-end is \$1,000,000 or less. Example: A company incorporated on 15 Apr 2013 closed its first set of financial accounts on 30 Jun 2014. It would meet this qualifying condition if the revenue from 1 Jul 2013 to 30 Jun 2014 is \$1,000,000 or less. Please refer to Explanatory Notes 1 and Box 32b."	For clarity

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
5	Page 2/ Note f: Foreign Tax Credit and Tax Deducted at Source	Modified	Edited the text: "Foreign Tax Credit: A claim of tax paid in foreign country against the Singapore tax payable on the same income. "	For clarity
6	Page 2: Productivity and Innovation Credit Plus (PIC+) Scheme (Page 1)	New	Inserted the text: " From YA 2015 to YA 2018, qualifying SMEs that invest in the six qualifying activities under the PIC Scheme can enjoy 400% tax deductions/ allowances on an additional \$200,000 in expenditure for each qualifying activity per YA. This brings the expenditure cap for qualifying SMEs from \$400,000 to \$600,000 per qualifying activity per YA.	In line with Budget 2014
			"Qualifying SME" broadly refers to a company which is carrying on a trade or business during the basis period and whose (a) revenue is not more than \$100 million or (b) employment size is not more than 200 employees. This criterion will be applied at the group level if the business is part of a group.	
			For more information on PIC+ Scheme, please refer to www.iras.gov.sg > <i>Businesses</i> > <i>For companies</i> > <i>PIC+ Scheme</i> "	
7	Page 2: Productivity and Innovation Credit (PIC) Bonus (Page 1)	Modified	Edited the text: "The PIC bonus is taxable as trade income. Companies are to ensure that this bonus is included under the net profit/ loss before tax as per accounts (Box 1). "	For clarity
8	Page 3/ Box 2: Separate Source Income	Modified	Edited the text: "This refers to total income other than that from the company's principal activity or trade."	For clarity

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
9	Page 3/ Box 4: Non-Tax Deductible Expenses	Modified	Edited the text: “Examples are depreciation, donations, fines and penalties, private expenses, S-plate car expenses, expenses incurred to produce separate source income and non-taxable income and interest expenses attributable to non-income producing assets.”	For clarity
10	Page 3/ Box 7: Enhanced Deductions under Productivity and Innovation Credit (PIC)/ PIC+ Scheme	Modified	Added the text: “/ PIC+ Scheme” Edited the text: “Under the new PIC+ Scheme announced in Budget 2014, from YA 2015 to YA 2018, qualifying SMEs can enjoy tax deductions/ allowances on up to \$600,000 (instead of \$400,000) for each qualifying activity per YA. The combined expenditure cap of \$1,400,000 is only applicable for YA 2015 as the additional expenditure cap of \$200,000 (\$600,000 - \$400,000) is not available for YA 2013 and YA 2014. Please refer to IRAS’ website for details of the combined expenditure cap. ” Edited the text: “In-house training not certified by the Singapore Workforce Development Agency (WDA) or Institute of Technical Education (ITE) will qualify for PIC but shall be subject to an expenditure cap of \$10,000 for YA 2015. This claim is subject to the overall expenditure cap of \$1,200,000 (PIC scheme)/ \$1,400,000 (PIC+ scheme) for training from YA 2013 to YA 2015. ”	For clarity
11	Page 4/ Box 11: Unutilised Capital Allowances brought forward	Modified	Added the text: “If the YA 2014 NOA has not been issued, enter the figure found in the YA 2014 tax computation.”	For clarity
12	Page 4/ Box 12: Current Year Capital	Modified	Added the text: “/ PIC+ Scheme”	For clarity

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
	Allowances <i>excluding Enhanced Allowances under Productivity and Innovation Credit (PIC)/ PIC+ Scheme</i>		Edited the text: “Capital allowances are given on assets which qualify as plant or machinery used in your trade or business.” “Writing-down allowances on the acquisition cost of intellectual property rights (please prepare and retain the “Declaration for the Purpose of Claiming Writing-Down Allowances for Intellectual Property Rights (IPRs) under Section 19B of the Income Tax Act” form, which is available on IRAS’ website);”	
13	Page 4/ Box 13: Enhanced Allowances under Productivity and Innovation Credit (PIC)/ PIC+ Scheme	Modified	Added the text: “/ PIC+ Scheme ”	For information
14	Page 4/ Box 14: Unutilised Losses brought forward	Modified	Added the text: “ If the YA 2014 NOA has not been issued, enter the figure found in the YA 2014 tax computation. ”	For clarity
15	Page 5/ Box 30: Substantial change in the company’s ultimate shareholders and their shareholdings as at the relevant dates	Modified	Edited the text: “This means that at least 50% of the shareholdings are held by the same shareholders as at the relevant dates – this is known as the “shareholding test” ”.	For information
16	Page 6/ Box 31: Change in principal activities	Modified	Edited the text: “To deduct unutilised capital allowances brought forward, there must not be a change in your principal activities during the basis period. ”	For information

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2015

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
17	Page 6/ Section 5: Productivity and Innovation Credit (PIC)/ (PIC+) Scheme	Modified	Added the text: “/ PIC+ Scheme”	For information
18	Page 6/ Section 5/ Box 36: Intellectual Property Rights (IPRs) Acquisition and In-Licensing	Modified	Edited the text: “This refers to costs incurred to acquire IPRs for use in the company’s trade or business, for example, price paid for a copyright. From YA 2013 , it includes costs incurred on IPR in- licensing.”	For clarity
19	Page 7/ Box 39: Approved Design Projects	Modified	Edited the text: “This refers to staff costs of qualified designers for approved industrial or product design projects conducted primarily in Singapore.”	For clarity