

CHANGES TO FORM C-S FOR YEAR OF ASSESSMENT (YA) 2016

1. CHANGES TO FORM C-S

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
1	Entire form	Modified	Replaced the term “accounts” with “ financial statements ”.	For clarity
2	Page 1: Instruction on completing the Form	Modified	Edited the text to: “It may take you 10 minutes to complete this Form. Please have your financial statements for the financial year ending in 2015 and tax computation to fill in the Form. Please complete clearly in black ink.”	For clarity
3	Page 1: Declaration by person filing the Return	Modified	Edited the text to: “The company has met all the qualifying conditions to submit Form C-S and this Return gives a full and true account of the whole of the company’s income for the financial year ending in 2015. ”	For clarity
4	Page 1: Productivity and Innovation Credit (PIC) Bonus	Removed	Removed the note on PIC bonus.	In line with Budget 2015
5	Page 2/ Section 1/ Box 8: Further Deductions/ Other deductions	Modified	Added the text: “/ Other deductions ”	For information
6	Page 3/ Section 4/ Box 32b: The company's first Year of Assessment after incorporation	Modified	Edited the text to: “The company's first Year of Assessment after incorporation” Removed the text: “ YA ”	For clarity

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2. CHANGES TO EXPLANATORY NOTES TO FORM C-S

S/N	Page/ Section/ Box/ Line Item	New/ Modified	Changes	Reason(s) for Changes
1	Entire explanatory notes	Modified	Replaced the term “accounts” or “financial accounts” with “financial statements” .	For clarity
2	Page 1: Essential information to note before completing Form C-S	Modified	Edited the text: “All boxes in Form C-S must be completed. For items that are not applicable, please enter ‘0’. For submission by paper form , all figures must be right-aligned.”	For clarity
3	Page 1/ Note 1: Newly-incorporated Company	Modified	Edited the heading in the table from “Paper Filing” to “Submission by Paper Form” . Added the text: “The amount of revenue expenses that qualify for deduction under the “Concession for Enterprise Development – Deduction of Certain Expenses Incurred before Business Revenue is Earned” should be included in Box 8 of section 1. For more information on the concession, please refer to IRAS’ website under Home > Businesses > Companies > Working out Corporate Income Taxes > Business Expenses, click on “Select Subheading” and select “Non-Deductible Business Expenses” followed by “Expenses Incurred before Commencement of Businesses”. ”	For clarity

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4	Page 2/ Note 2: Dormant Company	Modified	Edited the text: "If the dormant company is not expecting to commence/ recommence business or receive income for the next two years, the company may wish to apply for waiver of its obligation to submit its income tax return. For more information on the application process, please refer to IRAS' website under Home > Businesses > Companies > Managing Taxes for Dormant Companies or Companies Closing Down > Dormant Companies."	For clarity
5	Page 2: Productivity and Innovation Credit (PIC) Bonus (Page 1)	Removed	Removed the note on PIC bonus.	In line with Budget 2015

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6	<p>Page 3/ Box 7:</p> <p>Enhanced Deductions under Productivity and Innovation Credit (PIC)/ PIC+ Scheme</p>	Modified	<p>Edited the text: “Under the PIC Scheme, you can deduct an additional 300% (250% for research and development conducted in Singapore) of your qualifying expenditure in the six activities. The enhanced deduction is subject to a combined expenditure cap of \$1,200,000 from YAs 2016 to 2018 for each activity.”</p> <p>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 under the PIC+ Scheme will be increased to \$1,800,000 from YAs 2016 to 2018 for each activity. Please refer to IRAS’ website for details of the combined expenditure cap.”</p> <p>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 2016. This claim is subject to the overall expenditure cap of \$1,200,000 (PIC Scheme)/ \$1,800,000 (PIC+ Scheme) for training from YA 2016 to YA 2018.”</p> <p>Edited the text: “From YA 2013 to 31 July 2016, you can also convert up to \$100,000 of qualifying expenditure in all six activities for each YA into a non-taxable cash payout at a conversion rate of 60%. The conversion rate will be 40% for qualifying expenditure incurred on or after 1 August 2016 to YA 2018. Expenditure which has been converted into PIC cash payout cannot be claimed as a tax deduction.”</p>	<p>In line with Budget 2014</p> <p>For clarity</p> <p>In line with Budget 2014</p> <p>In line with Budget 2016</p>

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7	Page 3/ Box 8: Further Deductions/ Other Deductions	Modified	<p>Edited the text: “This box shall include: <ul style="list-style-type: none"> • expenditure qualifying for further deductions. Examples are: <ul style="list-style-type: none"> - expenses relating to approved trade fairs and exhibitions (Section 14B); - research and development expenditure (Sections 14DA(1) and 14E). Please prepare and retain the Research & Development (R&D) Claim Form, which is available on IRAS’ website; - expenses relating to overseas investment development (Section 14K). • tax allowable deductions that are not included in Boxes 1, 6 and 7. An example is pre-commencement expenditure (Section 14U).” <p>Removed the text: “expenses incurred on or before 30 Sep 2013 in the relocation or recruitment of overseas talent (Section 14L).”</p> </p>	<p>For clarity</p> <p>In line with Budget 2013</p>
8	Page 7: Caveat	Modified	<p>Edited the text: “The above information is intended for better general understanding and is not intended to comprehensively address all possible issues that may arise. While every effort has been made to ensure that the above information is consistent with existing policies and practice, should there be any changes, IRAS reserves the right to vary its position accordingly. For the latest information, please refer to IRAS’ website at www.iras.gov.sg.”</p>	For clarity

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9	Pages 8 and 9: Annex	Modified	<p>Edited the amount for item “Donations to approved Institute of Public Characters” and edited the text in References ii to: “Approved donations made during the financial year = S\$200 Qualifying tax deduction = S\$200 x 3* = S\$600 * Assuming donations are made during the period from 1 Jan 2015 to 31 Dec 2015 (both dates inclusive). If donations are made before 1 Jan 2015, a tax deduction of 2.5 times the amount of approved donations is granted instead. The qualifying deduction of S\$600 will be automatically included in the company’s tax assessment for YA 2016 based on information from IPCs. Companies need not declare the donation amount separately in Form C-S but need to less out the amount in Box 4 – Non-Tax Deductible Expenses. The “View Donation” e-Service, which is available at myTax Portal, allows the company to view the donations made to approved IPCs.</p> <p>Edited the rate and amount for item “Corporate income tax rebate” and edited the text in References vii to: “This amount is computed automatically based on 50% of tax payable, capped at S\$20,000. For more details, please refer to the IRAS’ website under Business > Companies > Learning the basics of Corporate Income Tax > Corporate Tax Rates, Corporate Income Tax Rebates, Tax Exemption Schemes and SME Cash Grant.”</p>	<p>In line with Budget 2015</p> <p>In line with Budget 2016</p>