

Simplifying Tax Filing for Commission Agents

From YA 2020, qualifying self-employed commission agents with **annual gross commission income of up to \$50,000** can opt to claim a deemed amount of expenses based on **25% of their income**.

Fixed Expense Deduction Ratio (FEDR)

Illustration	
Gross Income	\$50,000
Less: Deemed Business Expense (25% of \$50,000)	\$12,500
Adjusted Profit	\$37,500

The 25% tax deduction will be automatically calculated for qualifying self-employed commission agents via myTax Portal.

Commission agents whose business expenses exceed the 25% tax deduction and wish to claim actual business expenses can still do so during e-Filing.

