PRIVATE & CONFIDENTIAL

CPS Form 1

TAN :

SURNAME :

OTHER NAMES :

CPS quarter ended D D M M Y Y Y Y

MAURITIUS REVENUE AUTHORITY

Current Payment System (CPS)

(Section 106 of the Income Tax Act)

STATEMENT OF INCOME

Statement of Income for the CPS quarter duly filled in to be submitted to the **Director-General, Mauritius Revenue Authority, Ehram Court, Cnr Mgr Gonin & Sir Virgil Naz Streets, Port Louis** together with a remittance of the amount of tax payable, if any.

ELECTRONIC FILING - Please file your CPS Statement electronically on MRA website http://mra.gov.mu

			Rupees only	Rupees only
1	**Method 1 - Calculation of Net Income for the Quarter**	***(See note 4)***		
1.1	Net business/rental income as per last year's return of income			
1.2	25% of amount at 1.1 above...		....	
1.3	**Add** 10% of amount at 1.2 above		....	
1.4		**Net income (amount at 1.2 + 1.3)** ➢		....

		Gross Income	Business expenses *(See note 5)*	Net Income/(loss)	
2	**Method 2 - Calculation of Net Income for the Quarter** ***(See note 4)***				
2.1	Trade/business	....	....	....	
2.2	Cultivation of lands, livestock, fishery, etc.	....	....		
2.3	Profession or vocation	....	....	....	
2.4	Rental income	....	....	....	
2.5	Share in société/succession ...			....	
2.6	**Total** ➢			....	
2.7	**Less:** Loss brought forward from previous year / CPS quarter ...			....	
2.8	**Net Income / (Loss) carried forward** ➢				....

		Tick (✓) **only one** box	Amount deductible for each quarter	
3	**Income Exemption Threshold (IET) Entitlement**			
3.1	Category A - no dependent	☐	- Rs. 63,750	
3.2	Category B - one dependent	☐	- Rs. 91,250	
3.3	Category C - two dependents	☐	- Rs. 106,250	
3.4	Category D - three dependents	☐	- Rs. 116,250	
3.5	Category E - Retired person with no dependent	☐	- Rs. 76,250	
3.6	Category F - Retired person with one dependent	☐	- Rs. 103,750	
3.7			**Enter amount** ➢	....

3.8 **Additional Exemption in respect of dependent child pursuing undergraduate course (see note 8)**

Name of child	Educational Institution being attended	Amount
(i)	....	....
(ii)	....	....
(iii)	....	....

3.9		**Total (i) to (iii)** ➢	....
3.10	**Total Income Exemption Threshold claimed (lines 3.7 + 3.9)**		....
4	**Chargeable Income (Net income at 1.4 or 2.8 less Income Exemption Threshold at 3.10)** ➢		....
5	**Calculation of tax**		
5.1	Tax -15% on chargeable income at 4 above		....
6	**Tax Deducted at Source**		
6.1	**Less:** credit for tax deducted at source		....
7	**Balance** ➢		....
8	**Penalty and Interest**		
8.1	Penalty for late submission of Statement of Income	....	
8.2	Penalty for late payment of tax	....	
8.3	Interest for late payment of tax	....	
8.4	**Total penalty and interest** ➢		....
9	**TOTAL TAX PAYABLE** ➢		....

10 **Declaration** I declare to the best of my knowledge and belief that this return is true and correct.

....

Signature Date Email address

National Identity Card No. Daytime phone number

Notes - How to fill in your Statement of Income

(1) A CPS Statement of Income should be submitted to the Director General, MRA by every individual deriving business income (including income from profession, vocation or occupation) and rental income in a CPS quarter and who

(i) derives gross income which exceeds the CPS threshold, whether or not he has a chargeable income for that CPS quarter;

(ii) has a chargeable income, whether or not his gross income exceeds the CPS threshold.

(2) The CPS threshold for a CPS quarter in the income year ending 31 December 2011 is as follows:

Turnover	Rs 500,000
Gross income from profession, vocation or occupation ...	Rs 100,000
Rent	Rs 25,000 per month

(3) An individual whose gross income exceeds the CPS threshold in any one quarter in an income year has to submit a Statement of Income for each of the remaining quarters in that income year, whether or not his gross income exceeds the CPS threshold.

(4) You may opt to calculate your net income for a CPS quarter based on either **Method 1** or **Method 2**.

Method 1 - The net income for a quarter in the income year ending 31 December 2011 should be taken as being 25% of net business/rental income derived during the **preceding** income year ended 31 December 2010, uplifted by 10%;

Method 2 - Compute the gross income derived in the CPS quarter and deduct therefrom the expenses incurred in the production of that gross income.

If you opt for **Method 1,** do not fill in section 2 of the Statement of Income. If you opt for **Method 2,** do not fill in section 1.

You can opt to calculate your net income based on **Method 1** only if -

(i) a return has been furnished for the preceding income year and the net result for that year is not a loss; and

(ii) business/rental income for the CPS quarter was derived from the same sources as in the preceding income year.

(5) Business expenses

Expenses incurred exclusively in the production of gross income are deductible. Expenses of a private nature and expenses incurred in the production of exempt income are not allowable.

Where in respect of certain items of expenditure the amount is not known at the time of making the Statement of Income, an estimate of the expenditure for the quarter may be included in the Statement of Income.

Depreciation is not an allowable deduction. You may, instead deduct **25% of the annual allowance** on capital expenditure incurred, calculated at the rates shown below -

Capital expenditure incurred on -	***Rate of annual allowance Percentage of***	
	Base Value	Cost
Industrial premises excluding hotels	-	5
Commercial premises	-	5
Hotels	30	-
Plant or Machinery -		
(a) costing or having a base value of 30,000 rupees or less	100	100
(b) costing more than 30,000 rupees -		
(i) ships or aircrafts	20	-
(ii) aircrafts and aircrafts simulators leased by a company engaged in aircraft leasing	-	100
(iii) motor vehicles	25	-
(iv) electronic and high precision machinery or equipment, computer hardware and peripherals and computer software	50	-
(v) furniture and fittings	20	-
(vi) other	35	-
Improvement on agricultural land for agricultural purposes	25	-
Scientific research	25	-
Golf courses	15	-
Acquisition or improvement of any other item of a capital nature which is subject to depreciation under normal accounting principles	-	5

Note:-

Where a person, carrying on a the business other than tour operator or car rental, incurs capital expenditure on or after 1 January 2011 on a motor car costing more than three million rupees, the annual allowance shall be 25% of three million rupees.

No annual allowance is allowable unless proper books of accounts and records are kept.

(6) Losses

Any loss incurred in the previous income year/quarter in the production of gross income falling under CPS that remained unrelieved may be carried forward and be set off against gross income falling under CPS for the following quarter.

Losses incurred in a year may be carried forward for set off against the net income of 5 succeeding income years. Any amount unrelieved after 5 income years shall lapse unless the loss relates to annual allowances on assets acquired on or after 1 July 2006.

(7) Entitlement to Income Exemption Threshold

An individual who is resident in Mauritius in the income year ending 31 December 2011 is entitled to claim an Income Exemption Threshold (IET) or additional exemption for dependent child pursuing under graduate course.

Do not claim an IET under this section if you have already claimed an IET in your Employee Declaration Form (EDF) for PAYE purposes.

You should deduct only 25% of your IET in each quarter.

Sharing of children between you and your spouse is not allowed. In case your spouse has claimed an IET in respect of Category B, C, D or F, you may claim an IET in respect of Category A or E only.

An individual is not entitled to claim for the income year ending 31 December 2011 an IET in respect of

(a) Category B, if the net income and exempt income of his dependent in that income year exceeds 110,000 rupees;

(b) Category C, if the net income and exempt income of his second dependent in that income year exceeds 60,000 rupees;

(c) Category D, if the net income and exempt income of his third dependent in that income year exceeds 40,000 rupees.

(d) Category F, if the net income and exempt income of his dependent in that income year exceeds 110,000 rupees.

You are not entitled to claim IET in respect of Category E or F unless you have attained the age of 60 before 1 Jan 2011 and do not derive income from employment, profession, vocation, trade, business and agriculture either in your own name or through a société/ succession.

"Dependent" means either a spouse, child under the age of 18 or a child over the age of 18 and who is pursuing full-time course at an educational institution or a training institution or who cannot earn a living because of a physical or mental disability.

"Child" means

(a) an unmarried child, stepchild or adopted child of a person;

(b) an unmarried child whose guardianship or custody is entrusted to the person by virtue of any other enactment or of an order of a court of competent jurisdiction;

(c) an unmarried child placed in foster care of the person by virtue of an order of a court of competent jurisdiction.

"Retired person" means a person who attains the age of 60 at any time prior to the first day of January of the income year 2011 and who, during that period, is not in receipt of any business income or emoluments other than retirement pension.

(8) Additional exemption in respect of dependent child pursuing undergraduate course.

(a) Where a person has claimed an Income Exemption Threshold in respect of category B, C, D or F and the dependent is a child pursuing a non-sponsored full-time undergraduate course at a recognised tertiary educational institution, the person may claim an additional exemption in respect of that child as follows:

(i) Rs 20,000 per CPS quarter - Where the child is pursuing his undergraduate course in Mauritius at an institution recognised by the Tertiary Education Commision; or

(ii) Rs 31,250 per CPS quarter - Where the child is pursuing undergraduate course outside Mauritius at a recognised institution.

(b) The additional exemption is not allowable:-

(i) in respect of the same child for more than 3 consecutive years;

(ii) where the annual tuition fees, excluding administration and student union fees, are less than Rs 44,500;

(iii) to a person whose total income (net income plus interest and dividends received) for the income year ending 31 December 2011 exceeds Rs 2 million.

(9) Chargeable Income

The chargeable income is the difference between your net income at Section 1.4 or 2.8 as applicable and your IET entitlement at Section 3.10.

(10) Calculation of Tax

The chargeable income of a quarter is taxed at the rate of 15 %.

(11) Tax Deducted at Source

If tax has been deducted at source from the gross income derived by you during the CPS quarter, you may claim a credit in respect of the tax deducted during that quarter by the payer.

(12) Penalty and Interest

(i) Where a Statement of Income is submitted after the due date, a penalty of Rs 2,000 per month or part of the month, up to a maximum of Rs 6,000 is payable.

(ii) Late payment of tax carries a penalty of 5% of the amount of tax unpaid and interest at the rate of 1% per month.

(13) Payment of Tax by Direct Debit

You may pay your tax by direct debit provided you have submitted your direct debit application form at least 15 days before the due date for payment and the CPS statement is filed electronically.

(14) Due date for submission of Statement of Income and payment of tax –

In respect of quarter	*Due Date*
1 January to 31 March	30 June
1 April to 30 June	30 September
1 July to 30 September	2 days, excluding Saturdays and public holidays, before the end of December

If you need further information, you may consult the CPS Guide on the website of the MRA or contact the Mauritius Revenue Authority, Ehram Court, Cnr Mgr Gonin & Sir Virgil Naz Streets, Port Louis.

Tel. No.: 207-6000 Fax No.: 211-8099 Hotline: 207-6010 Website: http://mra.gov.mu

Forms can also be downloaded from the Mauritius Revenue Authority website.