

## MAURITIUS REVENUE AUTHORITY

### STATEMENT OF PRACTICE (SP 15/16)

#### Addendum

#### Passage benefits

*(item 5 of Sub-Part A of Part II of the Second Schedule to the Income Tax Act)*

1. The following amendments and additions are brought to the Statement of Practice (SP 15/16) on passage benefits - :
  - In paragraph 2, by inserting after sub-paragraph (d), the following sub-paragraph –
    - (e) to meet the quarantine cost of :
      - (i) the employee;
      - (ii) the spouse of the employee;
      - (iii) the employee's mother or father;
      - (iv) a child irrespective of his/her age
  - By adding the following new paragraphs –
    - (3) Encashment of accumulated passage benefit on retirement is treated as exempt.
    - (4) However, encashment of accumulated passage benefit upon resignation and used for purposes other than those mentioned above are taxable.



S. Lal

**Director General - Mauritius Revenue Authority**

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