

MAURITIUS REVENUE AUTHORITY

STATEMENT OF PRACTICE (SP 21/20) Fringe benefits - Car benefit on electric motor vehicle (Section 3 A of the Income Tax Regulations 1996)

Objective

This Statement of Practice is intended to clarify on the monthly car benefit in respect of an electric motor vehicle.

Section 3A of the Income Tax Regulations 1996 provides for the following:

“For the purposes of section 10(2)(d) of the Act, the value of fringe benefits to be included in the gross income of an individual shall be as specified in the Second Schedule to these Regulations.”

2. In accordance with item 1 of the Second Schedule to the Income Tax Regulations 1996, the monthly value of fringe benefits is as follows:

Car benefit	Monthly taxable benefits (Rs)
Cylinder capacity -	
(a) up to 1600cc	9,500
(b) 1601 to 2000cc	10,750
(c) above 2000cc	12,000

3. In respect of electric motor vehicles for which kW(Kilo Watt) are indicated, item 17 of the First Schedule to the Road Traffic Act provides for the following corresponding values:

17. Electric motor vehicle

Not exceeding 40.0 kW	1250 cc and below
40.1 kW — 57.5 kW	1251 cc — 1600 cc
57.6 kw — 71.5 kW	1601cc — 1850 cc
71.6 kw — 90.0 kW	1851cc — 2250 cc
Exceeding 90.0 kW	Above 2250 cc

4. Based on the above corresponding values, the value of fringe benefits in respect of electric cars has been attributed as per table below:

Cylinder Capacity	kW	Value of fringe benefit (Rs)
Up to 1600 cc	≤ 57.5	9,500
1601 cc – 2000 cc	57.5 - 78.4 *	10,750
Above 2000 cc	> 78.4	12,000

For the purpose of the above, the equivalent of 2000 cc has been computed as follows:

$$\begin{aligned} * 400 \text{ cc} & \equiv 18.5 \text{ kW (90 kW} - 71.5 \text{ kW)} \\ 2000 \text{ cc} & \equiv 71.5 \text{ kW} + (18.5/400 * 150) \\ & \equiv 71.5 \text{ kW} + 6.9 \text{ kW} \\ & \equiv 78.4 \text{ kW} \end{aligned}$$



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