

Effect of the increase in allowances and the revision of the marginal tax bands and rates
Married couple, with two children and two dependent parents / grandparents living with the taxpayer

	Present tax payable (Exemption level: \$292,000)		Proposed tax payable (Exemption level: \$324,000)		Tax Saving		Remarks
	Annual income	Amount	Effective rate	Amount	Effective rate	(A) - (B)	
	(\$)	(\$)	(%)	(\$)	(%)	(\$)	(%)
(1) 312,000	400	0.1	-	-	400	100.0	All taxpayers earning less than \$1,512,000 will benefit from the concessions. Taxpayers with incomes not exceeding \$324,000 will not be required to pay tax as a result of the increases in the married person's, the child, the dependent parent / grandparent and the additional dependent parent / grandparent allowances.
336,000	2,560	0.8	240	0.1	2,320	90.6	
360,000	6,160	1.7	1,080	0.3	5,080	82.5	
384,000	10,600	2.8	3,000	0.8	7,600	71.7	
408,000	15,400	3.8	6,360	1.6	9,040	58.7	
432,000	20,200	4.7	10,800	2.5	9,400	46.5	
456,000	25,000	5.5	15,600	3.4	9,400	37.6	
480,000	29,800	6.2	20,400	4.3	9,400	31.5	
504,000	34,600	6.9	25,200	5.0	9,400	27.2	
528,000	39,400	7.5	30,000	5.7	9,400	23.9	
552,000	44,200	8.0	34,800	6.3	9,400	21.3	
576,000	49,000	8.5	39,600	6.9	9,400	19.2	
600,000	53,800	9.0	44,400	7.4	9,400	17.5	
648,000	63,400	9.8	54,000	8.3	9,400	14.8	
696,000	73,000	10.5	63,600	9.1	9,400	12.9	
744,000	82,600	11.1	73,200	9.8	9,400	11.4	
792,000	92,200	11.6	82,800	10.5	9,400	10.2	
840,000	101,800	12.1	92,400	11.0	9,400	9.2	
888,000	111,400	12.5	102,000	11.5	9,400	8.4	
936,000	121,000	12.9	111,600	11.9	9,400	7.8	
984,000	130,600	13.3	121,200	12.3	9,400	7.2	
1,032,000	140,200	13.6	130,800	12.7	9,400	6.7	
1,080,000	149,800	13.9	140,400	13.0	9,400	6.3	
1,128,000	159,400	14.1	150,000	13.3	9,400	5.9	
1,176,000	169,000	14.4	159,600	13.6	9,400	5.6	
1,224,000	178,600	14.6	169,200	13.8	9,400	5.3	
1,272,000	188,200	14.8	178,800	14.1	9,400	5.0	
(2) 1,324,000	198,600	15.0	189,200	14.3	9,400	4.7	
1,368,000	205,200	15.0	198,000	14.5	7,200	3.5	
(3) 1,512,000	226,800	15.0	226,800	15.0	-	-	
1,560,000	234,000	15.0	234,000	15.0	-	-	Taxpayers earning \$1,512,000 or more will pay tax at the standard rate.

(1) Sandwich class household

(2) Income level at which salaries taxpayers enter the standard rate zone at present.

(3) Income level at which salaries taxpayers enter the standard rate zone after the 1997-98 Budget.