

Emerging Stronger Together Budget 2021



On 16th February 2021, the Singapore Ministry of Finance had announced "Emerging Stronger Together" Budget 2021. The following information here is the summary of highlights that most of the SMEs and corporates should that note on.

Business & Economic Support

- ▶ S\$700M extension of Jobs Support Scheme (JSS) for target sectors as following:
 - Tier 1: Aviation, Tourism & Aerospace
 - ~ 30% support for April-June 2021 wages
 - ~ 10% support for July-Sept 2021 wages
 - Tier 2: Retail
 - ~ 10% support for April-June 2021 wages
- ▶ S\$5.4B for second tranche of SGUnited Jobs & Skills Package
- ▶ S\$5.2B to extend the Jobs Growth Incentives (JGI) till Sept 2021.
 - Extension of SGUnited Skills, SGUnited Traineeship, & SGUnited Mid-Career Pathways Programme.
- ▶ Market Readiness Assistance (MRA) Grant, Productivity Solution Grant (PSG), and Enterprise Development Grant (EDG) the maximum support level up to 80% will be extended for 6 months, until 31 March 2022.



Tax Measure Changes



- ▶ No corporate tax rebate for the Year of Assessment (YA) 2021.
- ▶ Extension of the Enhancement Carry-Back Relief Scheme for YA2021.
- ▶ 250% tax deduction for donation to IPCs extended till end-2023.
- ▶ GST expected to be rise from 7% to 9% between 2022 - 2025.
- ▶ GST will be imposed on imported low value goods & digital service from Jan 1, 2023.
- ▶ Eligible Singaporean will be receive an additional S\$200 GST Voucher in June 2021.