

13 August 2012

Notification regarding Special Income Tax for Recovery

Since “Act on Special Measures concerning Financial Resources for Recovery Action from the Tohoku Earthquake” was promulgated on 2 December 2011, Special Tax for Recovery (2.1%) will be imposed to income tax for interests of deposits/bonds, dividends/capital gains of Unit Trusts, etc. between 1 January 2013 and 31 December 2037. New tax rates are as follows.

	~ 31 December 2012	1 January 2013 ~ 31 December 2013	1 January 2014 ~ 31 December 2037
Interests of deposits/bonds, dividends/capital gains of bond Unit Trusts, etc.	National Tax: 15% Local Tax : 5%	National Tax and Special Income Tax for Recovery: 15.315% Local Tax : 5%	
Dividends/capital gains of stock Unit Trusts, etc.	National Tax : 7% Local Tax : 3%	National Tax and Special Income Tax for Recovery: 7.147% Local Tax : 3%	National Tax and Special Income Tax for Recovery: 15.315%* Local Tax : 5%*

* Reduced tax rates are applied until 31 December 2013.

- Regardless of the interest calculation period, the new tax rates above will be imposed to interests, etc. paid after 1 January 2013. Please note that new tax rates will be applied after 1 January 2013 even though some documents show old tax rates.
- The table above is based on the latest information as of August 2012, which can be changed due to tax reform, etc.
- Your tax rates can be different from the ones above depending on your situation. Please consult with tax accountant or tax office for each individual case.