



STATEMENT OF PRACTICE SP-CAT/1/92

INDEXATION

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INTRODUCTION

Indexation was introduced in the Finance Act, 1990 and is explained in detail in the Statement of Practice on Computation of Tax — Aggregation and Indexation (SP-CAT/2/90)

INDEXATION FACTORS

The threshold amounts should be multiplied by an indexation factor of —

- (i) 1.04, where the taxable gift or the taxable inheritance is taken in the year 1990,
 - (ii) 1.076, where the taxable gift or the taxable inheritance is taken in the year 1991,
- and*
- (iii) 1.109, where the taxable gift or the taxable inheritance is taken in the year 1992.

January, 1992