



Revenue Department News

News No. : 28/2012
Date : 27th March, 2012
Subject : The Revenue Department promotes savings by granting a tax deduction of up to 200,000 Baht for pension life insurance premium paid.

In addition to the 100,000 Baht allowance for life insurance premium paid, the Revenue Department has granted an additional allowance for pension life insurance premium paid of up to 15% of your assessable income or 200,000 Baht. The sum of the allowance when combined with provident fund contribution, government pension fund contribution, private teacher aid fund contribution and the amount paid for investment units in Retirement Mutual Fund (RMF), must not exceed 500,000 Baht in a taxable year subject to the rules as follows:

1. The pension life insurance policy must be at least 10 years.
2. The pension life insurance policy is issued by an insurer who carries on insurance business in Thailand.
3. The pension benefit payout must be paid on an installment basis. The sum of the each installment must be equal or increased in accordance with the insured period. In addition, the pension benefits must be paid in accordance with the insurer person's longevity and the payout installments may be affirmed.
4. The pension benefit payout must be made after the insured person reaches the age of 55 until at least the age of 85. Additionally, the pension life insurance premium must be fully paid for before the payout is made.

Ms. Jitmanee Suwannapool, Deputy Director-General and the Revenue Department's spokesperson, said that "the Revenue Department would like to invite taxpayers to claim the allowance for pension life insurance premium paid during 1st January - 31st December 2011 in the personal income tax return forms P.N.D. 90 and P.N.D. 91 within 2nd April 2012 or 10th April 2012 in the case of filing of returns via the internet (due to the fact that 8th - 9th April 2012 are public holidays, the due date for filing is postponed to 10th April 2012). The measure is to encourage long-term savings and to promote security of life after retirement. For more information, please contact RD Call Center at 1161 (between 08.30 - 20.00 hrs. on weekdays and 08.30 - 16.30 hrs. on Saturday throughout March 2012) or www.rd.go.th"

Atitharnbhorn /Report