

BEXs - #QuickFacts

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A BEXs CLIENT EDUCATION INITIATIVE

The BEXs moral compass



Tax residence implications for South Africans Living Abroad.

* Brought to you by our trusted FX and exchange control partner Sable International.

In 2017, the National Treasury announced that the tax exemption on South African expatriates is changing. The legislative amendment, coming into effect on 1 March 2020, states that South African tax residents abroad will be required to pay tax of up to 45% of their foreign employment income, where it exceeds the R1 million threshold.

This has become a hot topic amongst South Africans, in and out of South Africa, and there are polarised views amongst professionals on the implications.

Tim Powell of Sable FX's view is that this legislation does not affect most South Africans living and working overseas as they are tax resident in their new country of residence. There may be other implications that clients have not considered, most notably exit or capital gains tax implications on becoming non-tax resident in SA.

Sable can advise whether financial emigration is necessary and assist clients with the exchange control application process, tax clearance and forex transfers.

For more information go to:

[Sable International](#)

or

Contact BEXs for more information at: admin@bexs.co.za