

Budget Highlights

February 2026

On 25 February 2026 the Minister of Finance, Enoch Godongwana, presented the Budget speech.

Tax rates from 1 March 2026 to 28 February 2027

Individuals and special trusts

| Taxable Income (R) | Rate of Tax (R) |
|---------------------|---|
| 1 – 245 100 | 18% of taxable income |
| 245 101 – 383 100 | 44 118 + 26% of taxable income above 245 100 |
| 383 101 – 530 200 | 79 998 + 31% of taxable income above 383 100 |
| 530 201 – 695 800 | 125 599 + 36% of taxable income above 530 200 |
| 695 801 – 887 000 | 185 215 + 39% of taxable income above 695 800 |
| 887 001 – 1 878 600 | 259 783 + 41% of taxable income above 887 000 |
| 1 878 601 and above | 666 339 + 45% of taxable income above 1 878 600 |

VAT 15%
Remains Unchanged

UIF Contribution ceiling remains unchanged at
R17,712 pm.

VAT Threshold
Increased to R2,3 million

Tax free savings | Account contributions increase to **R46,000** per tax year

Rebates

| | |
|------------------------|---------|
| Primary | R17 820 |
| Secondary (65 & older) | R9 765 |
| Tertiary (75 & older) | R3 249 |

Tax Threshold

| | |
|-------------|----------|
| Below 65 | R99 000 |
| Age 65 – 74 | R153 250 |
| Age 75 + | R171 300 |

Interest

| | Exemptions remain unchanged |
|------------|-----------------------------|
| Under 65 | R23,800 |
| 65 & older | R34,500 |

R The Single Discretionary Allowance for tax resident individuals has been increased from R1 million per calendar year to R2 million per calendar year.

Acquisition of property by all persons

| Value of property (R) | |
|------------------------|---|
| 1 - 1 210 000 | 0% |
| 1 210 001 - 1 663 800 | 3% of the value above R1 210 000 |
| 1 663 801 - 2 329 300 | R13 614 + 6% of the value above R1 663 800 |
| 2 329 301 - 2 994 800 | R53 544 + 8% of the value above R2 329 300 |
| 2 994 801 - 13 310 000 | R106 784 + 11% of the value above R2 994 800 |
| 13 310 001 and above | R1 241 456 + 13% of the value exceeding R13 310 000 |

Retirement Fund Contributions
Deduction increased to **R430 000**

Medical tax credits

R376 For the first two members and **R254** for each additional dependant.



Tax rates

for Trusts, Companies
Remains Unchanged
27% Companies | **45%** Trusts

Dividend withholding tax

Remains Unchanged
20%

Donations tax

- Individuals – Exemption increased to R150,000 per tax year
- On the cumulative value of donations made as from 1 March 2018:
 - Donations tax – 20% up to R30 million
 - Donations tax – 25% on the value exceeding R30 million

CGT exemption & exclusion

- PRIMARY RESIDENCE**
Exemption increased to R 3 million
- ANNUAL EXCLUSION**
Increased to R 50,000
- DATE OF DEATH**
Exclusion increased to R 440,000

Capital Gains Tax

Individuals and special trusts **18%**
Companies **21.6%**
Other trusts **36%**
Remains Unchanged

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