

EXEMPTIONS

In order to provide tax incentives some incomes are exempted from tax. They are:

1. The salary, allowances, pension and gratuity of the President.
2. The income of a local authority other than income from activities which are only indirectly connected with the local authority's status as a local authority
3. The income of a statutory or registered building society or statutory registered friendly society other than income from any business carried on by the society
4. The income of an exempt organization other than income from any business
5. Interest paid:
 - i) to an individual by a resident financial institution
 - ii) to an individual on bonds issued by the Government of Ghana
6. Capital sums paid to a person as compensation or gratuity in relation to:
 - i) personal injuries suffered by that person
 - ii) the death of another person
7. The Interest, dividend or any other income of an Approved Unit Trust Scheme or mutual fund or any income paid to any member of that scheme
8. The income of non-resident persons from any business in relation to ships or aircraft provided equivalent exemption is granted by the beneficiary's country of residence to persons resident in Ghana
9. The income of a public corporation or institution exempted from tax under any enactment
10. The income of a person receiving instruction at an educational institution from scholarship, exhibition, bursary or similar educational endowment
11. The income of an individual entitled to privileges under the Diplomatic Immunities Act 1962 (Act 148) or any other similar enactment or under Regulations made under that Act or similar enactment

12. The income of an individual entitled to privileges and immunities of the United Nations and its Specialised Agencies.
13. The income of an individual where there is an agreement between the Government of Ghana and a foreign Government or a public international organization for the provision of technical services to Ghana where:
 - i) the individual is a non-resident person or resident solely by reason of performing the service
 - ii) the President has concurred with the tax provisions in the agreement
 - iii) it is in accordance with the Constitution of the Republic of Ghana.
14. The income of a public service employee of a foreign country provided:
 - i) That person is a non-resident person or an individual who is resident solely by reason of performing that service
 - ii) That the person does not exercise any other employment or carry on any business
 - iii) The income is payable from the public funds of the foreign country
 - iv) The income is subject to tax in the foreign country.