

To: taxreform@fstb.gov.hk

Subject: Tax Reform

Hi,

I will not support the proposal if the following conditions are not fulfilled:

- 1. The government should promise that the purpose of the GST should be widening of the tax base rather than increasing tax income. Therefore, the government should lay out policy and fix the range of tax income/expenditure by policy to avoid unlimited increasing of the tax percentage for GST as well as other existing tax such income/property tax.
- 2. From the principle of (1), the government should fully reflect increased tax income from GST to income tax. The focus of cutting income tax should be on middle case who have paid a high percentage of tax and have suffered most from the past few years. I don't accept to cut the profit tax as the rate of profit tax is already very low as comparing with other country.
- 3. The tax policy should not allow government change the tax rate of GST without consultation and agreement from legislative council. In other words, any future variation of tax rate should be monitored and agreed by Hong Kong citizen.
- 4. In order to help the poor and maintain their living standard, some services (such as transportation) or goods (such as rice and oil) for basic needs should be excluded from the GST.

Jason CHUNG