

Structure of Gift Tax (taxation system for settlement at the time of inheritance)

	Structure of the taxation system	Example of calculation: in the case where a person donates 30 million yen in a lump sum as a gift before death, while leaving 15 million yen as an estate (Statutory heirs: a spouse and two children)	[Reference] In the case of calendar year taxation
[At the time of the gift]	<p>(1) The amount that remains after deducting the amount of basic deduction from the amount of the donated property will be accumulated until the commencement of inheritance from the donor.</p> <p>(2) The accumulated amount up to 25 million yen will be exempt from tax.</p> <p>(3) A portion of the accumulated amount that exceeds the tax-exempt amount will be taxed at the uniform rate of 20%.</p>	<p>(Amount of the gift) 30 million yen</p> <p>(Accumulated amount of the gift after basic deduction) 28.9 million yen</p> <p>28.9 million yen</p> <p>Basic deduction: 1.1 million yen</p> <p>Tax-exempt amount 25 million yen</p> <p>Taxed at 20%</p> <p>Amount of tax due 0.78 million yen</p>	<p>Amount of tax due</p> <p>10.36 million yen</p>
[At the time of inheritance]	<p>The amount of gift tax will be settled by adding the accumulated amount of the gift after basic deduction to the value of the inheritance.</p>	<p>Amount of inheritance 15 million yen</p> <p>Accumulated amount of the gift after basic deduction 28.90 million yen</p> <p>43.90 million yen < Basic deduction of Inheritance Tax 48 million yen</p> <p>- No tax will be imposed.</p> <p>- 0.78 million yen paid at the time of the gift will be returned.</p>	<p>No tax</p>
<p>○ Requirements for selecting the taxation system for settlement at the time of inheritance (either this system or the calendar year taxation system must be selected)</p> <p>Donor: Person aged 60 or older</p> <p>Recipient: The donor's presumptive heirs (lineal descendants) and the donor's grandchildren who are aged 18 or older</p>			<p>Total amount of tax due</p> <p>0 yen</p> <p>10.36 million yen</p>