

➤ **Q: How to calculate the amount of urban real estate tax payable?**

A: The formula for calculating the urban real estate tax payable is:

Tax payable = tax base * applicable tax rate

Example 1:

Some joint venture with Chinese and foreign investment manages a hotel of value 90 million yuan. The applicable rate of urban real estate tax is 1.2%. Its annual amount of urban real estate tax payable is computed as:

Tax payable = 90 million yuan * 1.2% = 1.08 million yuan

Example 2:

Some foreign businessman leases a high building and receives rental income of 20 million yuan each year. The applicable tax rate is 18%. His tax payable is computed as:

Tax payable = 20 million yuan * 18% = 3.6 million yuan



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