How to read your tax statement

*It is best to go through this guide with referring to your original statement.

Page 1

The tax payer's name and address, due dates of each installment are reported in this page. For those who have set up recurring automatic payments with your bank account, the account information is also reported. You will be asked your tax identification number indicated in the red box when inquiring about your municipal tax.



Page 3

Box 1 of the section 7 reports the total amount of municipal and metropolitan tax for the year. The amount that will be withheld from your pay is shown in box 2, that will be withheld from your national pension is shown in box 3 and that has already been paid or appropriated is shown in box 4. An amount obtained by subtracting 2, 3 and 4 from 1 is the total amount to be paid with the enclosed payment slips (for each installment).





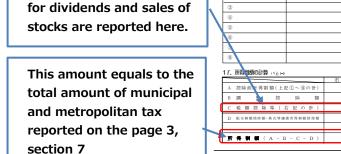
Amounts of tax due for each installment
(If you have set up a recurring automatic payment, these amounts will be withdrawn from your bank account.)

Page 5

This page details your income and deductions based on payment reports sent by your employer and national pension service, etc., as well as income tax return and tax report for municipal and metropolitan tax.

Page 7

Section 16 on the page 7 indicates your tax base, the total amount of your taxable income that is calculated by subtracting each deduction shown in section 13 from your gross income shown in section 12 on the page 5. Then for municipal tax, the tax base is multiplied by its tax rates of 6% while for metropolitan tax the tax base is multiplied by 4%. As for separate taxes called bunri-kazei, tax base of an eligible income is multiplied by an applicable tax rate. Lastly, eligible tax deductions are subtracted from the numbers to determine your income-based tax liabilities. Your tax deductions such as home loan (mortgage) tax deduction and monetary donation tax deduction (including furusato-nozei, hometown tax) are listed in section 19.



The amount of deductions



The amount of home loan tax deduction and hometown tax deductions are reported here.