

## 3-2 How to calculate the retirement income

When filing the retirement income, it is calculated as follows.

- In case of general retirement allowances, etc. which are retirement allowances other than specified officer retirement allowances only  
(Amount of earnings from general retirement allowances etc. — Deduction for retirement income<sup>\*1</sup>) × 0.5
- In case of specified officer retirement allowances, etc., which are paid as retirement allowances corresponding to a service period of five years or less as officers) only  
Amount of earnings from specified officer retirement allowances etc. — Deduction for retirement income<sup>\*1</sup>
- In case of both general retirement allowances, etc. and specified officer retirement allowances, etc. ①+②)

$$\textcircled{1} \left\{ \frac{\text{Amount of earnings from general retirement allowances etc.}}{\text{A}} - \left( \frac{\text{Deduction for retirement income}^{*1}}{\text{B}} - \frac{\text{Deduction for specified officer retirement income}^{*2}}{\text{B}} \right) \right\} \times 0.5$$

$$\textcircled{2} \frac{\text{Specified officer retirement allowances etc.}}{\text{C}} - \frac{\text{Deduction for specified officer retirement income}^{*2}}{\text{D}}$$

When falling under the following (1) or (2), one of the following is applied regardless of the above.

(1)  $\text{A} < \text{B}$

$$\left( \frac{\text{Amount of earnings from specified officer retirement allowances etc.}}{\text{A}} + \frac{\text{Amount of earnings from general retirement allowances etc.}}{\text{B}} \right) - \frac{\text{Deduction for retirement income}^{*1}}{\text{B}}$$

(2)  $\text{C} < \text{D}$

$$\left\{ \frac{\text{Amount of earnings from general retirement allowances, etc.}}{\text{C}} - \left( \frac{\text{Deduction for retirement income}^{*1}}{\text{D}} - \frac{\text{Amount of earnings from specified officer retirement allowances, etc.}}{\text{D}} \right) \right\} \times 0.5$$

\*1 The deduction for retirement income is calculated as follows.

- For individuals whose employment period is 20 years or less;  
400,000 yen × number of years of employment ("800,000 yen" if less than 800,000 yen)
  - For individuals whose employment period is more than 20 years:  
700,000 yen × number of years of employment - 6,000,000 yen
- Individuals who have ceased working due to a disability may add 1,000,000 yen to the amounts as calculated above.

\*2 The deduction for specified officer retirement income is calculated as follows.

- In the case that there is no overlap between the service period concerning specified officer retirement allowances and the service period concerning general retirement allowances, etc.  
400,000 yen × Service years of specified officers, etc.
- In the case that there is overlap between the service period concerning specified officer retirement allowances, etc. and the service period concerning general retirement allowances, etc.  
400,000 yen × (Service years of specified officers, etc. — Overlapped service years)  
+ 200,000 yen × Overlapped service years

◎ For the amount of earnings from retirement income and the deduction for retirement income, please write them in the block "○ Matters relating to the retirement income [○ 退職所得に関する事項]" on the Page 3 of your return. If you received a specified officer retirement allowance, please write the amount of earnings and the deduction for the retirement income in brackets on the upper column.