

INCOME TAX (ACCELERATED CAPITAL ALLOWANCE) (TUN RAZAK EXCHANGE MARQUEE STATUS COMPANY) RULES 2013

PU (A) 29
30 January 2013

IN exercise of the powers conferred by paragraph 154(1)(b) of the Income Tax Act 1967 [Act 53], the Minister makes the following rules:

CITATION AND COMMENCEMENT

- 1(1) These rules may be cited as the **Income Tax (Accelerated Capital Allowance) (Tun Razak Exchange Marquee Status Company) Rules 2013**.
- 1(2) These Rules shall have effect from 1 January 2014 until 31 December 2020.

APPLICATION

- 2(1) These Rules shall apply to a Tun Razak Exchange Marquee status company in Malaysia in respect of renovation costs incurred on a building or part of a building located in the Tun Razak Exchange used for the purpose of the company's business.
- 2(2) For the purposes of these Rules, renovation costs shall be deemed to be incurred on the day on which the Tun Razak Exchange Marquee status company commences to undertake the whole or part of its business in the Tun Razak Exchange.

INTERPRETATION

3 In these Rules—

"renovation costs" means prescribed renovation costs as set out in the Schedule to these Rules;

"Tun Razak Exchange Marquee status company" means—

- (a) a licensed institution under the Banking and Financial Institutions Act 1989 [Act 372] carrying on a banking business or a merchant banking business or a related company within the same group;
- (b) a company licensed under the Insurance Act 1996 [Act 553] carrying on insurance business or a related company within the same group;
- (c) a company licensed under the Islamic Banking Act 1983 [Act 276] carrying on an Islamic banking business or a related company within the same group;
- (d) a company registered under the Takaful Act 1984 [Act 312] carrying on takaful business or a related company within the same group;
- (e) a company which is a holder of a Capital Markets Service Licence licensed under the Capital Markets and Services Act 2007 [Act 671];
- (f) a person, other than an individual, who is a registered person under Section 76 or Section 76A of the Capital Markets and Services Act 2007; and

approved by the Minister;

TUN RAZAK EXCHANGE

- 4 Tun Razak Exchange means the area referred to in the approved development plan for the Tun Razak Exchange on part of Lot 1164, Lot 1207, Lot 1209, Lot 1210, Lot 1217, PT 122 Section 62, Lot 205 – lot 208, part of Lot 209, Lot 733, Lot 956, Lot 1309 – Lot 1311, Lot 1313, Lot 1314, Lot 1393, Lot 1364, PT 86, PT 109 – PT 121, PT 123 Section 67 at Jalan Tun Razak/Jalan Davis, Wilayah Persekutuan, Kuala Lumpur including any subsequent changes thereto as approved by Dewan Bandaraya Kuala Lumpur.

INITIAL ALLOWANCE

- 5 The Tun Razak Exchange Marquee status company qualifies for the initial allowance provided under paragraph 10 of Schedule 3 to the Act which shall be equal to one-fifth of the renovation costs incurred.

ANNUAL ALLOWANCE

- 6 The Tun Razak Exchange Marquee status company qualifies for the annual allowance provided under paragraph 15 of Schedule 3 to the Act which shall be equal to two-fifths of the renovation costs incurred.

SCHEDULE

[Rule 3]

1. General electrical installation
2. Lighting
3. Gas system
4. Water system
5. Kitchen fittings
6. Sanitary fittings
7. Door, gate, window, grill and roller shutter
8. Fixed partitions
9. Flooring (including carpets)
10. Wall covering (including paint work)
11. False ceiling and cornices
12. Ornamental features or decorations excluding fine art
13. Canopy or awning
14. Recreation room for employee
15. Air-conditioning system
16. Day care centre for employees' children
17. Surau
18. Reception area

Provided that the above costs are certified by an external auditor.