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Industrial Building Allowance for Building Constructed Under Privatisation Project and Private Financing Initiatives

Pursuant to the Income Tax (Industrial Building Allowance) (Building under Privatisation Project and Private Financing Initiatives) Rules 2010, a person who is a resident in Malaysia incurring qualifying building expenditure for the purposes of his business shall be eligible to claim for industrial building allowance in respect of a building constructed :-

- under a privatisation project and private financing initiatives approved by the Privatisation / PFI Committee, Public Private Partnership Unit, Prime Minister's Department; and
- pursuant to an agreement entered into between a person and the Government of Malaysia or statutory body on a build-lease-maintain-transfer basis ["BLMT agreement"] and for which no consideration has been paid by the Government of Malaysia or statutory body to that person.

Initial allowance and annual allowance at the rates of 10% and 6% respectively shall be granted on the qualifying building expenditure incurred by the person. Under the above Rules, the residual expenditure shall be reduced by any compensation received by such person. The disposal value of the asset shall be taken to be zero on the expiry of the BLMT agreement.

The above Rules shall have effect from the year of assessment 2009.

Hyperlinks

[Advent Consulting Group](#)
[Inland Revenue Board](#)

Reference

[Income Tax \(Industrial Building Allowance\) \(Building under Privatisation Project and Private Financing Initiatives\) Rules 2010](#)

Stamp Duty Exemption

The following instruments for the purchase of a flat under the Program Perumahan Rakyat Majlis Tindakan Ekonomi Negara and Perumahan Awam Dewan Bandaraya Kuala Lumpur executed during the period from 1st January 2010 to 31st December 2011 will be exempted from stamp duty:-

- Sale and purchase agreement of a flat between Dewan Bandaraya Kuala Lumpur and the purchaser.
- Instrument to effect the transfer of title of the flat from Dewan Bandaraya Kuala Lumpur to the purchaser.
- Instrument in the nature of security executed between the purchaser and a bank or financial institution to finance the purchase of the flat.

The above exemption has been gazetted under the Stamp Duty (Exemption) Order 2010 which is deemed to have come into operation on 1st January 2010.

Stamp Duty (Exemption)
Order 2010

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