

INCOME TAX (DEDUCTION FOR CONTRIBUTION BY LICENSED INSURERS TO THE MALAYSIAN MOTOR INSURANCE POOL) RULES 2012

PU (A) 419
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IN exercise of the powers conferred by paragraphs 154(1)(b) and 33(1)(d) 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 (Deduction for Contribution by Licensed Insurers to the Malaysian Motor Insurance Pool) Rules 2012**.
- 1(2)** These Rules are deemed to have come into effect for the year of assessment 2011 until the year of assessment 2015.

INTERPRETATION

- 2** For the purposes of these Rules:

“Malaysian Motor Insurance Pool” means a high-risk insurance pool established collectively by licensed insurers to provide insurance for risks in respect of motor vehicles which are unable to obtain such insurance elsewhere;

“licensed insurer” means an insurer licensed under the Insurance Act 1996 [Act 553] to carry on general business as referred to in paragraph 4(1)(b) of the Insurance Act;

“contribution” means the payment to the Malaysian Motor Insurance Pool by a licensed insurer in respect of the insurer’s share of the losses suffered by the Malaysian Motor Insurance Pool.

DEDUCTION

- 3** For the purpose of ascertaining the adjusted income of the general business of a licensed insurer for the basis period for a year of assessment, a deduction twice the amount of contribution made by the licensed insurer to the Malaysian Motor Insurance Pool shall be allowed in that basis period for that year of assessment.