INCOME TAX (EXEMPTION) (NO. 8) ORDER 2011

PU (A) 420
19 December 2011

IN exercise of the powers conferred by paragraph 127(3)(b) of the Income Tax Act 1967 [*Act 53*], the Minister makes the following order:

CITATION AND COMMENCEMENT

1(1) This order may be cited as the **Income Tax (Exemption) (No. 8) Order 2011.**

1(2) This Order shall have effect from the year of assessment 2011.

EXEMPTION

2(1) The Minister exempts an individual non-Malaysian citizen from the payment of income tax on 50% of gross income received by that individual from exercising an employment in a managerial capacity with a Labuan entity in Labuan, co-located office or marketing office from the year of assessment 2011 until the year of assessment 2020.

2(2) For the purpose of subparagraph (1)—

"Labuan entity" means the entity specified in the Schedule to the Labuan Business Activity Tax Act 1990 [*Act 445*];

"Labuan Financial Services Authority" means an authority established under the Labuan Financial Services Authority Act 1996 [*Act 545*];

"co-located office" means a co-located office of a Labuan entity approved by the Labuan Financial Services Authority which operates in other parts of Malaysia to perform the functions assigned by the Labuan entity; and

"marketing office" means a marketing office of a Labuan entity approved by the Labuan Financial Services Authority which is located in other parts of Malaysia to facilitate meetings with clients and establish contacts with potential clients except exercising trading activities on behalf of the Labuan entity.