

# **INCOME TAX (EXEMPTION) (NO. 2) ORDER 2011**

PU (A) 160  
15 April 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. 2) Order 2011**.
- 1(2)** This Order is deemed to have effect from the year of assessment 2007 until the year of assessment 2009.

## **APPLICATION**

- 2** This Order applies to Islamic securities, other than convertible loan stock, which are issued in accordance with the principles of *Mudharabah*, *Musyarakah*, *Ijarah*, *Istisna'* or any other principle approved by the Shariah Advisory Council established by the Securities Commission under the Capital Markets and Services Act 2007 [Act 671].

## **EXEMPTION**

- 3** The Minister exempts an individual, unit trust or listed close-end fund in the basis period for a year of assessment from the payment of income tax in respect of any gains or profits received from the investment in Islamic securities.

## **NON-APPLICATION**

- 4** Section 109 of the Act shall not apply to any gains or profits received by a non-resident individual, unit trust or listed close-end fund referred to in paragraph 3.