

INCOME TAX (REQUIREMENTS FOR INSURER CARRYING ON RE-INSURANCE BUSINESS) RULES 2018

PU (A) 383

31 December 2018

IN exercise of the powers conferred by paragraph 154(1)(b) read together with subsection 60A(3) 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 **the Income Tax (Requirements for Insurer Carrying on Re-insurance Business) Rules 2018**.
- 1(2)** These Rules have effect from the year of assessment 2019.

REQUIREMENTS FOR INSURER CARRYING ON RE-INSURANCE BUSINESS

- 2(1)** For the purpose of subsection 60A(3) of the Act, an insurer who carries on a re-insurance business for the relevant year of assessment shall fulfill the following requirements:
- (a) has at least ten full time employees in Malaysia; and
 - (b) incurs an annual operating expenditure of at least four million ringgit (RM4,000,000.00) in Malaysia.
- 2(2)** For the purpose of subrule (1), “**full time employees**” means high-skilled staff who are managers, professionals, technicians or associate professionals involved in formulating, planning, organizing and executing policies, conducting research or applying scientific methods.