

INCOME TAX (DEDUCTION FOR EXPENSES IN RELATION TO THE COST OF PERSONAL PROTECTIVE EQUIPMENT) RULES 2021

PU (A) 269
8 June 2021

IN exercise of the powers conferred by paragraph 154(1)(b) and paragraph 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 Expenses in relation to the Cost of Personal Protective Equipment) Rules 2021.
- 1(2)** These Rules come into operation from the year of assessment 2020.

INTERPRETATION

- 2** In these Rules, unless the context otherwise requires, “cost of personal protective equipment” means the expenditure incurred by the employer for the purpose of prevention and protection of its workers from Coronavirus Disease 2019 (COVID-19).

DEDUCTION

- 3** For the purpose of ascertaining the adjusted income of an employer from its business in a basis period for a year of assessment, a deduction shall be allowed for the cost of personal protective equipment for the purpose of its business from 1 March 2020.

NON-APPLICATION

- 4** These Rules shall not apply to an employer which has incurred expenses on the cost of personal protective equipment where in the basis period for that year of assessment, the employer has claimed the cost of the personal protective equipment under—
- (a) capital allowances for qualifying expenditure under Schedule 3 of the Act; or
 - (b) accelerated capital allowances under Income Tax (Accelerated Capital Allowance) (Machinery and Equipment Including Information and Communication Technology Equipment) Rules 2021 [P.U. (A) 268/2021].