

INCOME TAX (EXEMPTION) ORDER 2020

PU (A) 139
04 May 2020

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) Order 2020**.
- 1(2)** This Order shall have effect from the year of assessment 2020.

INTERPRETATION

2 In this Order—

“a religious institution or organization” means a religious institution or organization operating a place of worship and—

- (a) is a company limited by guarantee incorporated under the Companies Act 2016 [Act 777] and resident in Malaysia;
- (b) its object is exclusively for the purpose of religious worship or the advancement of religion; and
- (c) it is not operated or conducted primarily for profit.

EXEMPTION

- 3(1)** The Minister exempts a religious institution or organization in the basis period for a year of assessment from the payment of tax in respect of gross income derived from all sources for a period determined and subject to the all the conditions imposed by the Minister.
- 3(2)** An application for exemption under this Order shall be made to the Director General on or after 1 January 2020.
- 3(3)** Nothing in subparagraph (1) shall absolve or be deemed to have absolved the religious institution or organization from complying with any requirement to submit any return or statement of accounts or to furnish any other information, under the Act.