

INCOME TAX (REQUIREMENTS FOR TAKAFUL OPERATOR CARRYING ON RE-TAKAFUL BUSINESS) RULES 2018

PU (A) 384

31 December 2018

IN exercise of the powers conferred by paragraph 154 (1)(b) read together with paragraph 60AA(1)(b) 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 (Requirements for Takaful Operator Carrying on Re-Takaful Business) Rules 2018**.
- 1(2)** These rules have effect from the year of assessment 2019.

REQUIREMENTS FOR TAKAFUL OPERATOR CARRYING ON RE-TAKAFUL BUSINESS

- 2(1)** For the purpose of paragraph 60AA(1)(b) of the Act, a takaful operator who carries on a re-takaful business for the relevant year of assessment shall fulfill the following requirements:
- (a) has at least five 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.