

# STAMP DUTY (EXEMPTION) (NO.3) ORDER 2016

PU (A) 367  
22 December 2016

IN exercise of the powers conferred by subsection 80(1) of the Stamp Act 1949 [Act 378], the Minister makes the following order:

## CITATION AND COMMENCEMENT

**1(1)** This order may be cited as the **Stamp Duty (Exemption) (No. 3) Order 2016**.

**1(2)** This Order comes into operation on 1 January 2017.

## INTERPRETATION

**2** In this Order—

“qualifying person” means—

(a) the International Currency Business Unit in—

(i) a licensed Islamic bank, but does not include a licensed international Islamic bank, under the Islamic Financial Services Act 2013 [Act 759];

(ii) a licensed bank under the Financial Services Act 2013 [Act 758];

(iii) a licensed investment bank under the Financial Services Act 2013; or

(iv) a licensed takaful operator under the Islamic Financial Services Act 2013,  
approved by the Central Bank of Malaysia;

(b) a licensed international Islamic bank under the Islamic Financial Services Act 2013; or

(c) a licensed international takaful operators under the Islamic Financial Services Act 2013.

## EXEMPTION

**3(1)** The following instruments relating to Islamic banking, takaful activities and Islamic capital market under a scheme to promote Malaysia International Islamic Financial Centre are exempted from stamp duty:

(a) instruments on transactions in currencies other than ringgit relating to Islamic banking or takaful activities executed between a qualifying person and—

(i) a resident customer; or

(ii) a non-resident customer;

(b) instruments relating to the issuance of—

(i) Islamic bonds in ringgit; or

(ii) Islamic bonds in foreign currencies.

**3(2)** The exemption in subparagraph (1)(a) shall apply to the instruments executed on or after 1 January 2017 but not later than 31 December 2020.

**3(3)** The exemption in subparagraph (1)(b) shall apply to the instruments relating to the issuance of the bonds approved by the Securities Commission Malaysia on or after 1 January 2017 but not later than 31 December 2020.