

P.U. (A) 202.

INCOME TAX ACT 1967

INCOME TAX (EXEMPTION) (NO. 11) ORDER 1998

IN exercise of the powers conferred by paragraph 127(3)(b) of the Income Tax Act 1967, the Minister makes the following order:

1. This order may be cited as the **Income Tax (Exemption) (No. 11) Order 1998** and shall have effect from the year of assessment 2000.
2. For the purpose of this Order, the word "TECO" means the area represented by the Taipei Economic and Cultural Office in Malaysia.
3. The Minister exempts an individual, or a company carrying on the business of banking or insurance, resident in Malaysia, from tax in respect of income received or derived from TECO, where such income has been subject to tax in TECO, for a basis period for a year of assessment.
4. Income mentioned in the preceding paragraph refers to an amount, if tax is charged on it, that tax will equal to an amount, arrived at by the following formula:

$$\frac{\text{Income from TECO}}{\text{Total Income}} \times \text{Total Tax}$$

Made 4 May 1998.

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LHDN. 01/23/(S)/273/23.]

ANWAR IBRAHIM,
Minister of Finance

[To be laid before the Dewan Rakyat pursuant to subsection 127(4) of the Income Tax Act 1967]