
TECHNICAL

Direct Tax

INCOME TAX (EXEMPTION) ORDER 2015 [P.U.(A)40/2015] – INCOME TAX EXEMPTION ON DEFERRED ANNUITY WITHDRAWN BY INDIVIDUAL FOR A SPECIFIED PERIOD

This Order was gazetted on **5 March 2015** pursuant to Section 127(3)(b) of the Income Tax Act 1967 and is deemed to have come into operation from the **year of assessment 2014**.

The following are the contents of this Order:

Paragraph	Contents
2	Exemption The Minister exempts an individual from the payment of income tax in respect of deferred annuity withdrawn by the individual before reaching the age of fifty-five (55), which was contracted for by the individual with an insurer carrying on life business and licensed under the Financial Services Act 2013 [Act 758] or a takaful operator carrying on family takaful business and licensed under the Islamic Financial Services Act 2013 [Act 759], for the period from 1 January 2014 until 31 May 2014 .
3	Non-application of Section 109G Section 109G* of the Income Tax Act 1967 shall not apply to the income exempted under this Order. <i>*Section 109G – Deduction of Tax from Income Derived from withdrawal of a deferred annuity or a private retirement scheme.</i>

Members may read the Order at the official website of the [Attorney-General's Chambers](#).

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