


## Income Tax Act (Exemption) (No. 2) Order 2019


- IN exercise of the powers conferred by paragraph 127(3)(b) of the Income Tax Act 1967 [Act 53], the Minister makes this order, which was gazetted on **27 February 2019**.
- This Order is deemed to have effect for the year of assessment 2018.

4/19/2021


CCS & Co [Chartered Accountants]

## Income Tax Act (Exemption) (No. 2) Order 2019







- Under the Exemption Order, landlord who rents out his residential property is **exempted** from the payment of income tax in respect of fifty per cent [50%] of his statutory income derived from the rental of the residential property in the basis period for a year of assessment.

4/19/2021
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## Income Tax Act (Exemption) (No. 2) Order 2019



- subject to the following conditions:
  - the landlord shall be an individual citizen who resides in Malaysia and is the registered proprietor of his residential property;
  - the monthly rental amount received from each residential property does not exceed two thousand ringgit;
  - the tenancy agreement between the landlord and the tenant which has been executed and stamped comes into effect on or after 1 January 2018; and
  - the residential property is rented out for any period from 1 January 2018 until 31 December 2018.

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