
First published in the Government *Gazette*, Electronic Edition, on 30 June 2021 at 5 pm.

No. S 493

**INCOME TAX ACT
(CHAPTER 134)**

**INCOME TAX
(EXEMPTION AND CONCESSIONARY TAX RATE FOR
INCOME FROM COMPOSITE INSURANCE BUSINESS)
(AMENDMENT) REGULATIONS 2021**

In exercise of the powers conferred by section 43C of the Income Tax Act, the Minister for Finance makes the following Regulations:

Citation and commencement

1. These Regulations are the Income Tax (Exemption and Concessionary Tax Rate for Income from Composite Insurance Business) (Amendment) Regulations 2021 and come into operation on 1 July 2021.

Amendment of regulation 2

2. Regulation 2(1) of the Income Tax (Exemption and Concessionary Tax Rate for Income from Composite Insurance Business) Regulations (Rg 27) (called in these Regulations the principal Regulations) is amended —

(a) by inserting, immediately after the definition of “approved specialised insurer”, the following definition:

““Asian Currency Unit” means an operational unit that was approved by the Monetary Authority of Singapore under section 77(5) of the Banking Act (Cap. 19) as in force immediately before 1 July 2021;” and

(b) by inserting, immediately after the definition of “catastrophe excess of loss policy”, the following definition:

““deposit” has the meaning given by section 4B(4) of the Banking Act;”.

Amendment of regulation 5D

3. Regulation 5D of the principal Regulations is amended —
- (a) by inserting, immediately after the word “derived” in paragraphs (1) and (3), the words “before 1 July 2021”; and
 - (b) by inserting, immediately after the word “income” in the regulation heading, the words “derived before 1 July 2021”.

Amendment of regulation 7A

4. Regulation 7A of the principal Regulations is amended —
- (a) by inserting, immediately after the word “derived” in paragraph (1A), the words “before 1 July 2021”; and
 - (b) by inserting, immediately after the word “Income” in the regulation heading, the words “derived before 1 July 2021”.

New regulation 7AA

5. The principal Regulations are amended by inserting, immediately after regulation 7A, the following regulation:

“Income derived on or after 1 July 2021 of approved captive insurer exempt from tax

7AA.—(1) Subject to the condition in paragraph (3), the income specified in paragraph (2) derived on or after 1 July 2021 by an approved captive insurer (*X*) in a basis period for any year of assessment is exempt from tax, if its approval was granted at any time before 1 July 2017.

- (2) For the purposes of paragraph (1), the income is —
- (a) income of the type and amount in regulation 7AA of the Income Tax (Exemption and Concessionary Tax Rate for Income from General Insurance Business) Regulations (Rg 26) (called in these Regulations the