

Assessor  
**M Couch**

Telephone: (01624) 685400  
Fax: (01624) 685351  
E-mail: [incometax@itd.treasury.gov.im](mailto:incometax@itd.treasury.gov.im)  
Website: [www.gov.im/treasury/incometax](http://www.gov.im/treasury/incometax)

---

---

## PRACTICE NOTE

---

---

PN 137/06

Date: 18 July 2006

### THE ZERO RATE EXTRA-STATUTORY CONCESSIONS

Prior to the changes in the taxation system introduced this year, Treasury had approved and published by Government Circular (GC) a number of extra-statutory concessions giving companies in various sectors the early benefit of a 0% rate of income tax.

The Income Tax (Amendment) Act 2006 and associated Orders and Regulations introduced the standard 0% rate of income tax for corporate taxpayers from 6 April 2006. As a result, the zero rate concessions listed below are no longer needed and will cease to have effect from 6 April 2006 also.

<b>GC 35/03</b>	Shipping Activities – Zero Rate of Tax on Taxable Income
<b>GC 36/03</b>	Aircraft Operation - Zero Rate of Tax on Taxable Income
<b>GC 37/03</b>	Fund Activities - Zero Rate of Tax on Taxable Income
<b>GC 43/04</b>	Insurance Activities - Zero Rate of Tax on Taxable Income
<b>GC 47/04</b>	Space Activities - Zero Rate of Tax on Taxable Income
<b>GC 1/05</b>	Agricultural Activities - Zero Rate of Tax on Taxable Income
<b>GC 2/05</b>	Fishing Activities - Zero Rate of Tax on Taxable Income
<b>GC 3/05</b>	Manufacturing Activities - Zero Rate of Tax on Taxable Income
<b>GC 4/05</b>	Film and Television Production Activities - Zero Rate of Tax on Taxable Income
<b>GC 5/05</b>	Tourist Accommodation - Zero Rate of Tax on Taxable Income
<b>GC 7/05</b>	Online Gambling - Zero Rate of Tax on Taxable Income

**M Couch**

**Assessor of Income Tax**

This Practice Note is intended only as a general guide and must be read in conjunction with the appropriate legislation. It does not have any binding force and does not affect a person's right of appeal on points concerning their own liability to income tax.

Comments and suggestions for improvements of issued Practice Notes and suggestions for future Practice Notes are always welcome.