

Statutory Document No. 2016/0026



Income Tax Act 1970

INCOME TAX (CORPORATE TAXPAYERS) (TEMPORARY TAXATION) ORDER 2016

Approved by Tynwald: 16 February 2016
Coming into Operation: 17 February 2016

The Treasury makes the following Order under section 115A of the Income Tax Act 1970.

1 Title

This Order is the Income Tax (Corporate Taxpayers) (Temporary Taxation) Order 2016.

2 Commencement

If approved by Tynwald¹, this Order comes into operation on 17 February 2016 and shall have effect from that date.

3 Amendment of the Income Tax Act 1970

(1) In section 2A (temporary tax exemption for certain industrial undertakings) –

- (a) for “industrial undertaking”, wherever it occurs, substitute **eligible business**;
- (b) in subsection (1)(c) and (4) for “undertaking” substitute **eligible business**;
- (c) subsection 7 is repealed;
- (d) at the end insert –

(8) In this section and section 2B “eligible business” means a business that meets the criteria in regulation 4 of the Enterprise Act 2008 (Eligible Businesses) Regulations 2014².

¹ Tynwald approval is required by section 115A(2) of the Income Tax Act 1970

² SD 2014/0332

- (9) Despite subsection (8), a company may be treated as an eligible business for the purposes of this section and section 2B if the tenant or purchaser of its property is establishing or has established a business in that property that qualifies as an eligible business under subsection (8).²²;
- (e) for the marginal note to section 2A substitute ²³Temporary tax exemption for certain eligible businesses²².
- (2) In section 2B (revocation of exemption in cases of abuse) for “industrial undertaking”, wherever it occurs, substitute ²⁴eligible business²².

MADE 25TH JANUARY 2016

W E TEARE
Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This Order amends the Income Tax Act 1970 so as to apply the temporary tax exemption provided by sections 2A and 2B to eligible businesses as defined in the Enterprise Act 2008 (Eligible Businesses) Regulations 2014.