

BUDGET 2011

SECTOR-SPECIFIC TAX CHANGES FOR BUSINESSES

Name of Tax Change	Current Treatment	New Treatment
STRENGTHEN SINGAPORE'S POSITION AS THE LEADING FINANCIAL CENTRE		
Extension of Captive Insurance Tax Incentive Scheme	Insurers on this scheme can enjoy tax exemption on qualifying income derived from the carrying on of offshore insurance business for a period of 10 years. The sunset clause for this scheme was 16 February 2011.	The scheme will be extended until 31 March 2018. An award renewal framework will also be introduced for incentive recipients with effect from 19 February 2011. MAS will release further details of the changes by end April 2011.