

Name of Tax Change	Current Treatment	New Treatment
<b>Merger &amp; Acquisition (M&amp;A) Allowance</b>	Nil	<p>A new Merger and Acquisition (M&amp;A) allowance will be introduced to encourage companies to consider M&amp;A as a strategy for growth and internationalisation.</p> <p>The M&amp;A allowance will be granted to qualifying M&amp;A deals executed from 1 April 2010 to 31 March 2015 (both dates inclusive), at 5% of the acquisition value. There will be a cap of \$5 million of allowance granted for all qualifying deals executed per Year of Assessment. The allowance will be written down equally over five years.</p> <p>IRAS will release more details on the rules of the M&amp;A by June 2010.</p>