

<b>Name of Tax Change</b>	<b>Current Treatment</b>	<b>New Treatment</b>
<p>Inclusion of ship management fees under Section 13A of Income Tax Act (“ITA”) and Approved International Shipping Enterprise (“AIS”) scheme</p>	<p>Currently, ship management fees derived from rendering ship management services to related Special Purpose Vehicles (“SPV”) are taxed at the prevailing corporate income tax rate.</p>	<p>In line with the objective of developing Singapore into an International Maritime Centre (“IMC”), ship management fees derived on or after 22 February 2010 from the rendering of ship management services to related qualifying SPVs will be treated as qualifying income to be exempted from tax under Section 13A of the ITA and the AIS scheme, subject to conditions.</p> <p>MPA will release the implementation details by end March 2010.</p>