

2019-01-04

OBJECTS AND REASONS

This Bill would amend the *Shipping (Incentives) Act*, Cap. 90A to reduce the

- (a) number of years for carrying forward losses for the purpose of the assessment of income tax from 9 years to 7 years; and
- (b) rate applicable to the deductions that can be claimed in respect of income tax from 150 per cent to 100 per cent.

Arrangement of Sections

1. Short title
2. Amendment of section 5 of Cap. 90A

BARBADOS

A Bill entitled

An Act to amend the *Shipping (Incentives) Act*, Cap. 90A.

ENACTED by the Parliament of Barbados as follows:

Short title

- 1.** This Act may be cited as the *Shipping (Incentives)(Amendment) Act, 2019*.

Amendment of section 5 of Cap. 90A

2. Section 5 of the Shipping (Incentives) Act, Cap. 90A is amended by deleting

(a) subsection (3) and substituting the following:

“(3) An approved shipping company that is granted income tax concessions under this Act may, for the purpose of the assessment of income tax, carry forward, in respect of the first 7 years of assessment after the expiration of the concession period, losses that were incurred during the concession period and were not written off.”; and

(b) subsection (4) and substituting the following:

“(4) Where an approved shipping company has in an income year incurred expenditure for any of the purposes specified in the *First Schedule*, then, in calculating the assessable income of the approved shipping company for that income year, there shall be deducted an amount equal to 100 per cent of the expenditure incurred.”.

Read three times and passed the House of Assembly this
day of _____, 2019.

Speaker

Read three times and passed the Senate this _____ day of
, 2019.

President