

L.N. 246 of 2009

**EXEMPTION FROM PROFITS TAX (RENMINBI
SOVEREIGN BONDS) ORDER**

(Made by the Chief Executive in Council under section 87 of
the Inland Revenue Ordinance (Cap. 112))

1. Commencement

This Order comes into operation on 5 February 2010.

2. Interpretation

In this Order—

“Renminbi sovereign bonds” (人民幣國債) means any bonds denominated in the Renminbi and issued in Hong Kong by the Central People’s Government.

3. Exemption from profits tax

(1) A person is exempt from the payment of profits tax chargeable under Part IV of the Ordinance in respect of sums received by or accrued to the person as—

- (a) interest paid or payable on Renminbi sovereign bonds; or
- (b) profits on the sale or other disposal or on the redemption on maturity or presentment of Renminbi sovereign bonds.

(2) This section applies in relation to profits tax chargeable for the year of assessment commencing on 1 April 2009 and for all subsequent years of assessment.

Manda CHAN
Clerk to the Executive Council

COUNCIL CHAMBER
8 December 2009

Explanatory Note

This Order exempts a person from the payment of profits tax chargeable under Part IV of the Inland Revenue Ordinance (Cap. 112) in respect of sums received by or accrued to the person as interest or profits arising from Renminbi sovereign bonds.