

**13<sup>th</sup> June 2003**

**THE INCOME TAX (AMENDMENT) BILL, 2003**

**MEMORANDUM**

The object of this Bill is to make miscellaneous amendments to the Income Tax Act 1997, Act No. 11 of 1997.

**GERALD M. SSENDAULA**  
*Minister of Finance, Planning and Economic Development*

A Bill for an Act

Entitled

**THE INCOME TAX (AMENDMENT) ACT, 2003**

**An Act to amend the Income Tax Act 1997.**

**BE IT ENACTED** by Parliament as follows-

**Short title and commencement**

1. (1) This Act may be cited as the Income Tax (Amendment) Act, 2003.
- (2) This Act shall come into force on 1<sup>st</sup> July 2003.

**Application**

2. This Act applies to years of income commencing on or after 1<sup>st</sup> July 2003.

**Amendment of section 22 of the Income Tax Act, 1997**

3. Section 22 of the Income Tax Act, 1997, in this Act referred to as the principal Act, is amended in subsection (1) by inserting at the end, the following new paragraph-

"(s) the income derived by any person from the manufacture or processing of goods for export, or in the provision of services for export conducted in an area declared by the Minister by statutory instrument as an area for manufacturing or processing of exports; and the exemption is for a period of 10 years from the date of location into the declared area."

**Amendment of section 27 of the principal Act**

4. Section 27 of the of the principal Act is amended in subsection (2) by substituting for "five currency points", the words, "fifty currency points".

**Amendment of section 120 of the principal Act**

5. Section 120 of the principal Act is amended in subsection (1) by substituting for "any company controlled by the Government of Uganda" the words, "any company in which the Government of Uganda has a shareholding".

**Amendment of First Schedule to the principal Act**

6. The First Schedule to the principal Act is amended by substituting for "Aga Khan Foundation", the words" "Aga Khan Development Network (Uganda) and its agencies".