



PRIME MINISTER'S DEPARTMENT



## ISKANDAR MALAYSIA INCENTIVE SUPPORT PACKAGE (ISP) FOR MEDINI

The ISP for Medini was first launched in October 2007, to spur the physical development of Medini, a 2,230 acres greenfield area in Iskandar Malaysia.

The following is some of the information for the said incentives:

Category	Description	Condition	Incentive Offered
Approved Developer	First and subsequent level (Medini) land purchasers (Property Developer) with a commitment to undertake physical development activities.	<ol style="list-style-type: none"> <li>1. The applicant company must be incorporated under the Companies Act 1965 or Companies Act 2016;</li> <li>2. The applicant company must be a tax resident in Malaysia, as defined in the Income Tax Act 1967;</li> <li>3. The applicant company must have obtained Approved Developer approval from the Ministry of Finance;</li> <li>4. The applicant company, in its master layout and building plan (s) for its project in Medini, must demonstrate clearly the key features incorporating one or more of the eight (8) key criteria used in either the Green Building Index (GBI) or GreenRE rating systems, i.e:               <ol style="list-style-type: none"> <li>a. Energy Efficiency</li> <li>b. Indoor Environment Quality</li> <li>c. Sustainable Site Planning and Management</li> <li>d. Materials and Resources</li> <li>e. Water Efficiency</li> </ol> </li> </ol>	Full tax exemption on income derived from rental or sale of a building, or part, a parcel of unit thereof, located in Medini, commencing from the first year of statutory income to Year Assessment <b>2025</b> .

Category	Description	Condition	Incentive Offered
		<ul style="list-style-type: none"> <li>f. Innovation</li> <li>g. Environmental Protection</li> <li>h. Carbon Emission of Development</li> </ul> <p>5. The applicant company is strongly encouraged to demonstrate, in its master layout and building plan (s), key features in terms of innovative building design or system that will add-value to one or more of the promoted sectors/qualifying activities in Medini;</p> <p>6. The applicant company must submit its incentive application to IRDA on or before <b>31 December 2025</b>;</p> <p><b>Post Approval Condition:</b></p> <p>7. The applicant company's building or buildings in Medini, must attain a minimum GBI certified status or a Bronze GreenRE status (50 points score and above).</p>	
Approved Development Manager	Project management consultants appointed by the Approved Developer, to provide management, marketing, or supervisory services for the development project in Medini.	<ul style="list-style-type: none"> <li>1. The applicant company must be incorporated under the Companies Act 1965 or Companies Act 2016;</li> <li>2. The applicant company must be a tax resident in Malaysia, as defined in the Income Tax Act 1967;</li> <li>3. The applicant company must be appointed by the Approved Developer in</li> </ul>	Full income tax exemption derived from the provision of management, supervisory, or marketing services to an Approved Developer at Medini to Year Assessment <b>2022</b> .

Category	Description	Condition	Incentive Offered
		<p>Medini to provide management, marketing, or supervisory services for the development project in Medini;</p> <ol style="list-style-type: none"> <li>4. The applicant company must not have applied for/obtained any other tax incentives in Malaysia;</li> <li>5. The applicant company must be “desirous” in establishing or participating in a promoted activity and has not started production;</li> <li>6. The applicant company must adhere to the requirement for an adequate number of full-time employees with the necessary qualifications and for an adequate amount of operating expenditure annually.</li> <li>7. The applicant company must submit its incentive application to IRDA on or before <b>31 December 2022</b>.</li> </ol>	
IDR Status Company	Operators leasing or building facilities in Medini and undertaking qualifying activities in one of the six promoted service sectors (Creative, Education, Tourism, Healthcare, Logistic, and Global Business Services).	<ol style="list-style-type: none"> <li>1. The applicant company must be incorporated under the Companies Act 1965 or Companies Act 2016;</li> <li>2. The applicant company must be a tax resident in Malaysia, as defined in the Income Tax Act 1967;</li> <li>3. The applicant company must have business premises in Medini, from which its business operations are conducted;</li> </ol>	<ol style="list-style-type: none"> <li>1. An 100% exemption from income tax on statutory income, for 10 years derived from the qualifying activities [from the date the company commences operation in Medini].</li> </ol>

Category	Description	Condition	Incentive Offered
		<ol style="list-style-type: none"> <li>4. The applicant must not have applied for/ obtained any other tax incentive in Malaysia;</li> <li>5. The applicant company must be carrying out one or more of the qualifying activities in the six promoted service sectors in Medini;</li> <li>6. The applicant company must commence its qualifying activity in Medini on or before <b>31 December 2022</b>;</li> <li>7. The applicant company must adhere to the requirement for an adequate number of full-time employees with the necessary qualifications and for an adequate amount of operating expenditure annually.</li> <li>8. The applicant company must submit its incentive application to IRDA on or before <b>31 December 2022</b>.</li> </ol>	<p><b>OR</b></p> <ol style="list-style-type: none"> <li>2. An Investment Tax Allowance of 100% qualifying capital expenditure incurred within 5 years period, to be offset against 100% of statutory income.</li> </ol>

For more information, kindly please contact IM Investment Service Centre at [enquiries@irda.com.my](mailto:enquiries@irda.com.my) or call 07-233 3000.