

INTERNATIONAL FINANCIAL SERVICES (AMENDMENT) ACT, 2012-24

*Arrangement of Sections*

1. Short title
2. Amendment of section 97 of Cap. 325



**BARBADOS**

I assent  
ELLIOTT F. BELGRAVE  
Governor-General  
19th November, 2012.

**2012-24**

An Act to amend the *International Financial Services Act*.

[Commencement: 26th November, 2012]

ENACTED by the Parliament of Barbados as follows:

**Short title**

1. This Act may be cited as the *International Financial Services (Amendment) Act, 2012*.

**Amendment of section 97 of Cap. 325****2. *Subsections (1) and (2) of section 97 of the International Financial Services Act, Cap. 325 are deleted and the following is substituted:***

“(1) By way of income tax but *in lieu* of income tax at the rates specified in the *Income Tax Act*, Cap. 73, there shall be levied and paid to the Commissioner of Inland Revenue, upon the profits and gains of a licensee in respect of the international financial services carried on by the licensee from within Barbados, tax at the following rates:

- (a) in respect of the income year 2002 and each subsequent income year of the licensee,
  - (i) 2.5 per cent on all profits and gains up to \$10 000 000;
  - (ii) 2 per cent on all profits and gains exceeding \$10 000 000 but not exceeding \$20 000 000;
  - (iii) 1.5 per cent on all profits and gains exceeding \$20 000 000 but not exceeding \$30 000 000;
  - (iv) 1 per cent on all profits and gains in excess of \$30 000 000;
- (b) in respect of the income year 2012,
  - (i) 2.5 per cent on all profits and gains up to \$10 000 000;
  - (ii) 2 per cent on all profits and gains exceeding \$10 000 000 but not exceeding \$20 000 000;
  - (iii) 1.5 per cent on all profits and gains exceeding \$20 000 000 but not exceeding \$30 000 000;
  - (iv) 0.5 per cent on all profits and gains in excess of \$30 000 000;
- (c) in respect of the income year 2013 and each subsequent income year of the licensee,
  - (i) 2.5 per cent on all profits and gains up to \$10 000 000;

- (ii) 2 per cent on all profits and gains exceeding \$10 000 000 but not exceeding \$20 000 000;
- (iii) 1.5 per cent on all profits and gains exceeding \$20 000 000 but not exceeding \$30 000 000;
- (iv) 0.25 per cent on all profits and gains in excess of \$30 000 000.

(2) A licensee may elect to take a credit in respect of taxes paid to a country other than Barbados where the election does not reduce the tax payable in Barbados to a rate less than

- (a) 1 per cent of the profits and gains of the licensee in respect of the income year 2002 and each subsequent income year;
- (b) 0.5 per cent of the profits and gains of the licensee in respect of the income year 2012;
- (c) 0.25 per cent of the profits and gains of the licensee in respect of the income year 2013 and each subsequent income year.”.