

# AMENDMENT TO GOVERNMENT REGULATION CONCERNING INCOME TAX FACILITIES ON CAPITAL INVESTMENT OF PARTICULAR BUSINESS AND/OR IN PARTICULAR AREAS (Number 9 Year 2016, Dated April 15 2016)

WITH THE BLESSING OF THE ONE AND ONLY GOD  
PRESIDENT OF THE REPUBLIC OF INDONESIA

Considering:

- a. that to better improve direct investment activity in order to motivate economic growth, and to for equal development and accelerated development of particular businesses, provisions have been stipulated on Income Tax facilities for capital investment on particular business activity under Government Number 18 Year 2015, concerning Income Tax facilities for Capital Investment on particular businesses and/or in particular areas;
- b. that to accelerate creation of work opportunity as set forth in National 2015 – 2019 Medium Term Development Program, it is necessary to motivate improved investment on compact work industry;
- c. that based on the consideration referred to letter a and letter b, it is necessary to stipulate Government Regulation concerning Amendment to Government Regulation Number 18 Year 2015, concerning Income Tax facilities for Capital Investment on particular businesses and/or in particular areas;.

In view:

1. Article 5 paragraph (2) the 1945 Constitution of the State of the Republic of Indonesia;
2. Law Number 7 Year 1983, concerning Income Tax (Statute Book of the Republic of Indonesia Year 1983 Number 50, Supplement to Statute Book of the Republic of Indonesia Number 3263) as amended several times and lately amended by Law Number 36 Year 2008, concerning Fourth Amendment to Law Number

7 Year 1983, concerning Income Tax (Statute Book of the Republic of Indonesia Year 2008 Number 133, Supplement to Statute Book of the Republic of Indonesia Number 4893);

3. Government Regulation Number 18 Year 2015. concerning Income Tax facilities for Capital Investment on particular businesses and/or particular areas (Statute Book of Year 2015 Number 77, Supplement to Statute Book of Number 5688);

#### DECIDES:

To stipulate:

GOVERNMENT REGULATION CONCERNING AMENDMENT TO GOVERNMENT NUMBER 18 YEAR 2015 CONCERNING INCOME TAX FACILITIES FOR CAPITAL INVESTMENT ON PARTICULAR BUSINESSES AND/OR IN PARTICULAR AREAS.

#### Article I

Some provisions in Government Regulation Number 18 Year 2015, concerning Income Tax facilities for Capital Investment on particular businesses and/or in particular areas (Statute Book of Year 2015 Number 77, Supplement to Statute Book of Number 5638) have been amended as follows:

1. ATTACHMENT-I has been amendment as set forth in ATTACHMENT-I constituting inseparable part of this Government Regulation.
2. ATTACHMENT-II has been amended as set forth in ATTACHMENT-II constituting inseparable part of this Government Regulation.

#### Article II

This Government Regulation takes effect within 15 (fifteen) days as of the date it is enacted.

For public cognizance, this Government Regulation shall be announced by placing it in the Statute Book of the Republic of Indonesia.

Stipulated in Jakarta

Dated April 15, 2016

PRESIDENT OF THE REPUBLIC OF INDONESIA,

sgd.

JOKO WIDODO

Enacted in Jakarta

Dated April 22, 2016

MINISTER OF LAW AND HUMAN RIGHTS

OF THE REPUBLIC OF INDONESIA,

sgd.

YASONNA H. LAOLY

STATUTE BOOK OF THE REPUBLIC OF INDONESIA

YEAR 2016 NUMBER 72

ELUCIDATION

OF

GOVERNMENT REGULATION OF THE REPUBLIC OF INDONESIA

NUMBER 9 YEAR 2016

CONCERNING

AMENDMENT TO GOVERNMENT

NUMBER 18 YEAR 2015

CONCERNING

FASILITAS

INCOME TAX ON CAPITAL INVESTMENT IN PARTICULAR BUSINESSES

AND/OR IN PARTICULAR AREAS

## I. GENERAL

To motivate economic growth, equal development, and accelerated development in particular area, in-depth study on industrial structure, and motivate foreign Capital Investment and and domestic Capital Investment on particular businesses and/or in particular areas, to Obligatory Taxpayer exercising new Capital Investment or making business extension to existing particular businesses and/or in particular areas may be granted Income Tax facilities.

In complying with the target of creating job opportunity for two million workers each year based on National 2015 – 2019 Medium Term Development Program, among other things, it is necessary to motivate investment increase on work load industry, it is necessary to make amendment to Government Regulation Number 18 Year 2015 concerning Income Tax facilities on Capital Investment in particular businesses and/or in particular areas.

## II. ARTICLE BY ARTICLE

### Article I

Figure 1 and Figure 2

Self-explanatory.

### Article II

Self-explanatory.

## SUPPLEMENT TO STATUTE BOOK OF THE REPUBLIC OF INDONESIA NUMBER 5873

Note from Editor:

- Due to technical reason no ATTACHMENT is provided herein..

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