

SUBSIDIARY LEGISLATION 123.149**DEDUCTION
(INCOME FROM EMPLOYMENT) RULES**

9th July, 2013

LEGAL NOTICE 176 of 2013, as amended by Legal Notices 144 and 474 of 2014, 126 of 2016, 43 of 2017, 188 of 2017, 53 of 2018, 22 and 462 of 2020, 28 of 2022, 4 of 2023, 1 and 358 of 2024, 279 of 2025 and 106 of 2026.

1. The title of these rules is the Deduction (Income from Employment) Rules.

Citation.
Amended by:
L.N. 144 of 2014;
L.N. 43 of 2017.

2. These rules shall apply where, in the year immediately preceding the year of assessment 2014 and in subsequent years, an individual (including any spouse where the responsible spouse has opted for a separate computation for the purposes of article 50 of the Income Tax Act, hereinafter referred to as "the Act") -

Applicability.
Amended by:
L.N. 144 of 2014;
L.N. 474 of 2014;
L.N. 126 of 2016;
L.N. 43 of 2017;
L.N. 188 of 2017;
L.N. 53 of 2018;
L.N. 22 of 2020;
L.N. 462 of 2020;
L.N. 28 of 2022;
L.N. 4 of 2023;
L.N. 1 of 2024;
L.N. 358 of 2024;
L.N. 279 of 2025.

- (a)* derives income from employment (other than income derived from the holding of an office of a director) chargeable to tax under article 4(1)(b) of the Act, and such income does not exceed twelve thousand four hundred and forty-five euro (€12,445) *per annum*; and
- (b) does not derive any other income chargeable to tax at the rates specified in article 56(1)(b) of the Act.

3.[†] (1) Any individual to whom rule 2 applies and who is chargeable to tax at the rates specified in article 56(1)(b)(i) of the Act shall be allowed as a deduction against his income from employment, an amount determined by deducting twelve thousand euro (€12,000) from the said income.

Deduction.
Amended by:
L.N. 126 of 2016;
L.N. 4 of 2023;
L.N. 1 of 2024;
L.N. 358 of 2024;
L.N. 106 of 2026.

(2) *Repealed by Legal Notice 358 of 2024.*

* *Vide* rule 1(2) of Legal Notice 279 of 2025.

† *Vide* rule 1(2) of Legal Notice 106 of 2026.