

SUBSIDIARY LEGISLATION 123.167**TAX RATE ADJUSTMENT RULES**

15th April, 2016

LEGAL NOTICE 127 of 2016, as amended by Legal Notice 101 of 2025.

1. (1) The title of these rules is the Tax Rate Adjustment Rules.

Citation and
commencement.

(2) These rules shall be deemed to have come into force with effect from the year immediately preceding the year of assessment 2017.

2. (1) Any person subject to tax under the Income Tax Act, hereinafter referred to as "the Act", shall be allowed a tax rebate in the circumstances established by these rules and in the amounts stipulated herein.

Tax rebate.

(2) In the case of a person chargeable to tax under the provisions of article 56(1)(a) of the Act and whose chargeable income for the year is higher than €28,700 but less than €28,860, a tax rebate shall be allowed as a set-off against the tax on his chargeable income, as follows:

$$\text{Tax Rebate} = \text{€}25,550 - (\text{chargeable income less tax on such chargeable income}).$$

(3) In the case of a person chargeable to tax under the provisions of article 56(1)(b) of the Act and whose chargeable income for the year is higher than €19,500 but less than €19,620, a tax rebate shall be allowed as a set-off against the tax on his chargeable income, as follows:

$$\text{Tax Rebate} = \text{€}17,440 - (\text{chargeable income less tax on such chargeable income}).$$

(4) In the case of a person chargeable to tax under the provisions of the second proviso to article 56(1)(b) of the Act and whose chargeable income for the year is higher than €21,200 but less than €21,340, a tax rebate shall be allowed as a set-off against the tax on his chargeable income, as follows:

$$\text{Tax Rebate} = \text{€}19,055 - (\text{chargeable income less tax on such chargeable income}).$$

3. Notwithstanding the other provisions of these rules, no tax rebate under these rules shall be allowed for the year of assessment 2026 and the subsequent years of assessment.

Rebate shall not be
allowed for the
year of assessment
2026 and
subsequent years.
*Added by:
L.N. 101 of 2025.*