

# SECOND SUPPLEMENT TO THE GIBRALTAR GAZETTE

No. 5293 GIBRALTAR Thursday 26th March 2026

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LEGAL NOTICE NO. 54 OF 2026

## INCOME TAX ACT 2010

### INCOME TAX (ALLOWANCES, DEDUCTIONS AND EXEMPTIONS) (AMENDMENT) RULES 2026

In exercise of the powers conferred on him by sections 24, 25 and 72 of the Income Tax Act 2010, and all other enabling powers, the Minister has made the following Rules—

#### **Title.**

1. These Rules may be cited as the Income Tax (Allowances, Deductions and Exemptions) (Amendment) Rules 2026.

#### **Commencement.**

2. These Rules shall be deemed to have come into operation on the 23 March 2026.

#### **Amendment of the Income Tax (Allowances, Deductions and Exemptions) Rules, 1992.**

3.(1) Rule 3 of the Income Tax (Allowances, Deductions and Exemptions) Rules, 1992 is amended as follows.

(2) After subrule (55) insert –

“(56) A living accommodation allowance paid to a specific employee (as defined in paragraph 13(5) of Chapter 4 of Schedule 7 to the Act) who meets the conditions in paragraph 13(2) of that Chapter, provided that-

- (a) where the total amount of rent paid for living accommodation is less than the amount of the allowance, the exemption shall only apply to that part of the allowance actually used to pay for rent;
- (b) this exemption shall only apply for the period of four years commencing immediately after the date of the relocation to Gibraltar.”.

Dated: 26<sup>th</sup> March 2026.

F R PICARDO,  
Minister with responsibility for Public Finance.

**EXPLANATORY MEMORANDUM**

These rules amend the Income Tax (Allowances, Deductions & Exemptions) Rules, 1992 in accordance with 2024 Budget Measures.