

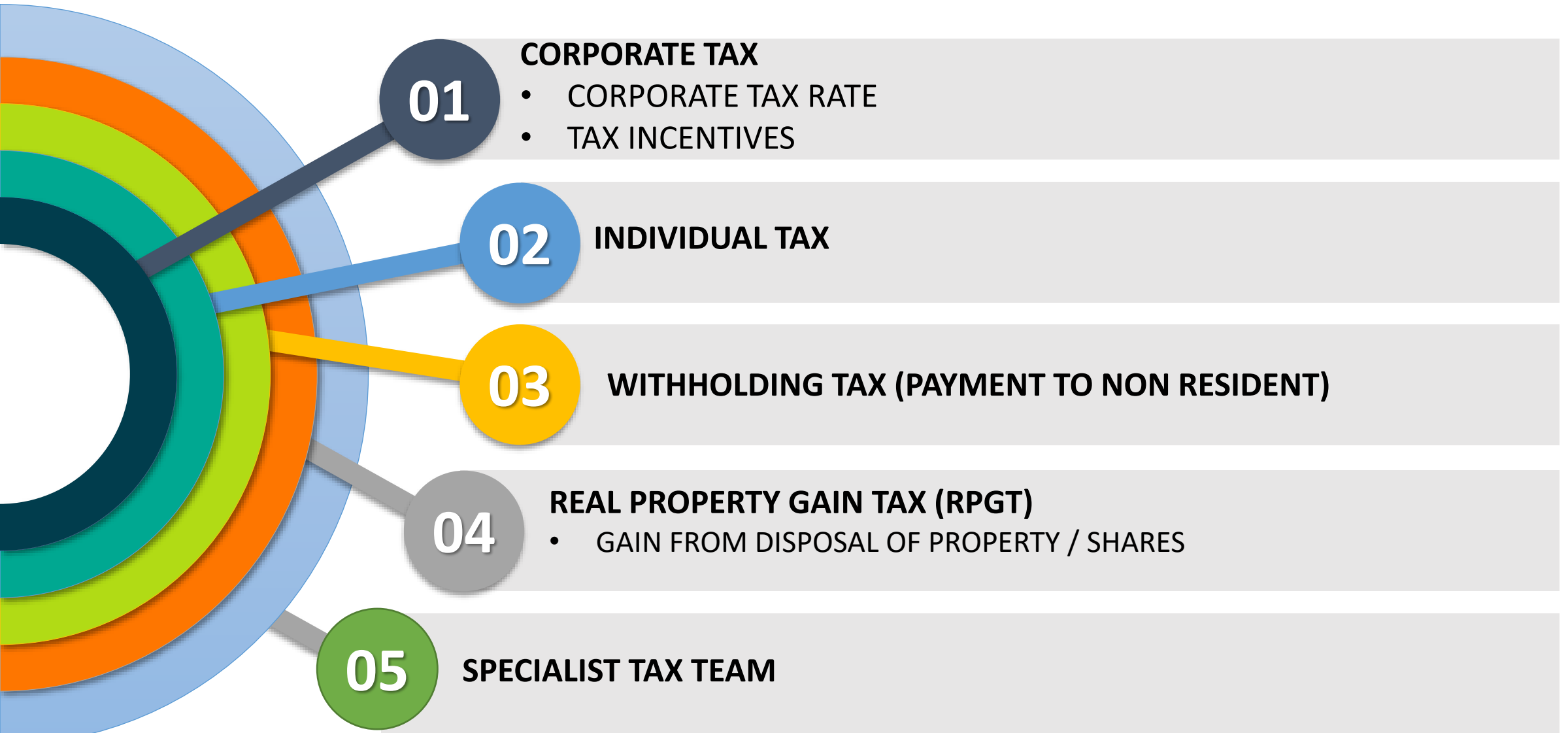
**CPA Group**

**Friendly, Reliable & Professional**

*Secretarial, Accounting & Taxation Services*

# **MATRIX TAXATION AGENCY SDN BHD**

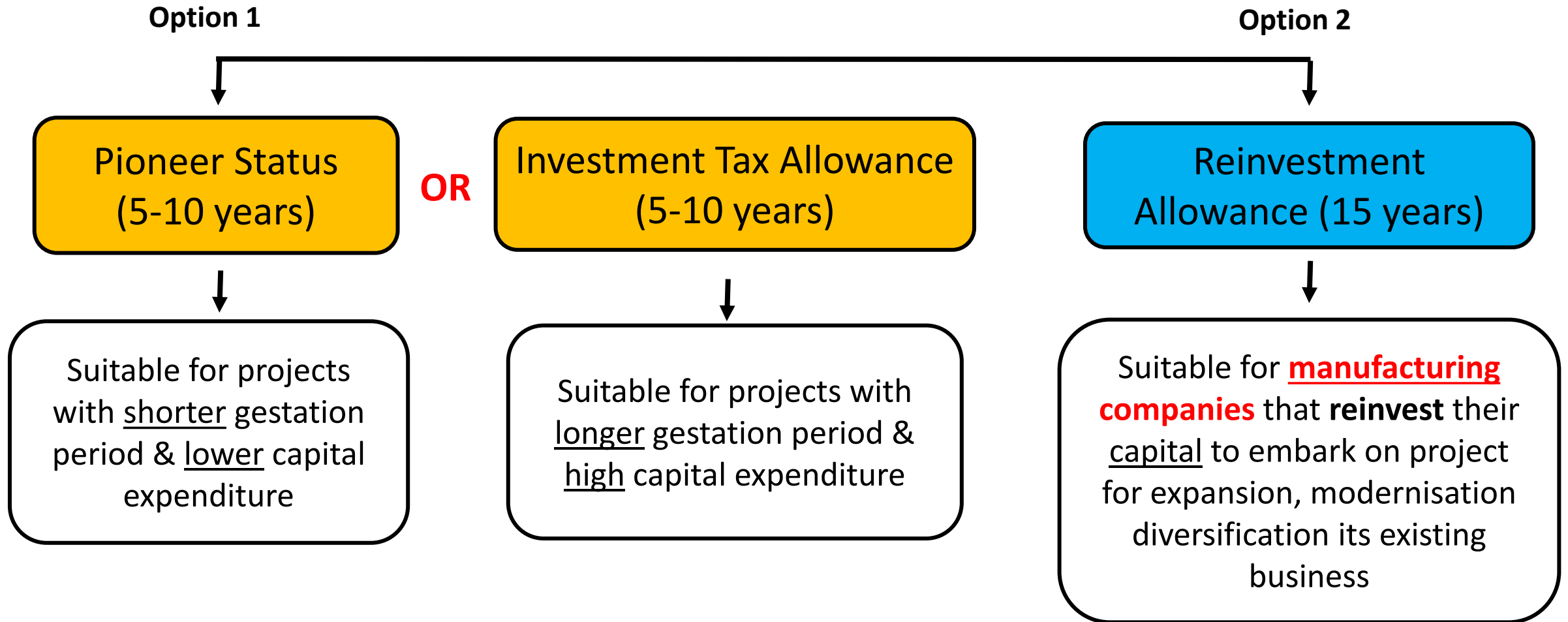
# AGENDA



# CORPORATE TAX RATE

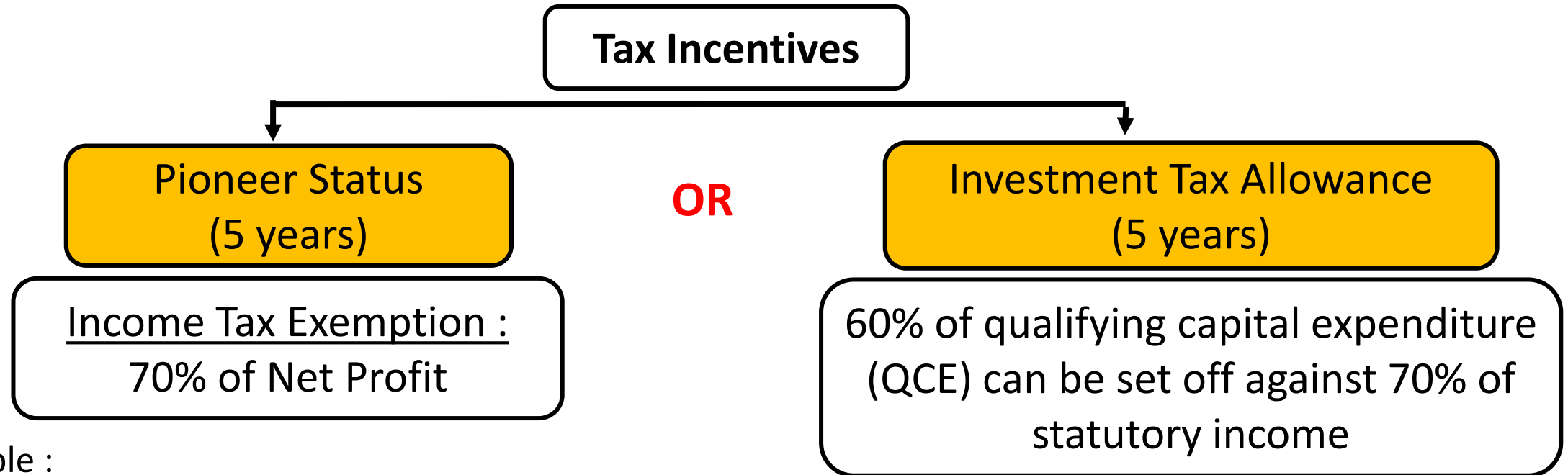
Types		Tax rate (%)			
		2016	2017	2018	2019
SME Company	Resident company with paid up capital of <b>RM 2.5 million and below</b> at the beginning of the basis period :				
	On first RM500,000 of chargeable income	19	18	18	17
	On subsequent chargeable income	24	24	24	24
Non-SME Company	Company with paid up capital <b>above RM2.5 million</b> at the beginning of the basis period	24	24	24	24

# TAX INCENTIVES



Notes : All are mutually exclusive; The investor can only choose to apply for either one or the other

# Pioneer Status & Investment Tax Allowance



Example :

Details	RM
Net profit	10 million
70% of tax profit - Tax exempted	7 million
Tax at 24%	3 million

Example :

Details	RM
Investment in property and assets	50 million
ITA (60% x 50 million)	30 million



# INDIVIDUAL TAX RATE

## 1. Tax Year

1 January to 31 December. Income tax returns must be filed before 30 April of the following year.

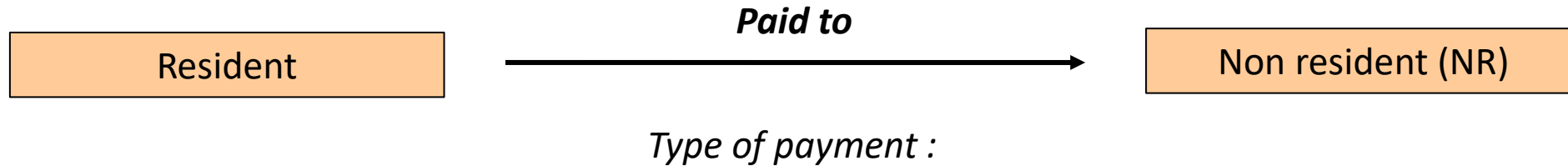
## 2. Residency for Income Tax Purposes

Individuals fulfilling these criteria are liable to pay tax

- a. If the individual has been in Malaysia for 182 days in a calendar year.
- b. If an individual has been in Malaysia for less than 182 days in a calendar year, but was in the country for a total of 182 consecutive days linked to days from the year immediately preceding or following that calendar year.
- c. If an individual has been in Malaysia for at least 90 days in a calendar year and in three of the four preceding years.
- d. If an individual is resident in Malaysia in the year following and the three preceding the one being taxed.
  - a. People who spend less than 182 days per year in the country are classed as **non-residents** and **are taxed at flat rate 28%**

Chargeable Income (RM)	Year of Assessment ( "Y/A" )	
	Tax Payable (%)	Tax Payable ( RM )
	2018 onwards	
1-5,000	0	0
5,001-20,000	1	150
20,001-35,000	5	900
35,001-50,000	10	1,800
50,001-70,000	16	4,600
70,001-100,000	21	10,900
100,001-250,000	24	46,900
250,001-400,000	24.5	84,650
400,001-600,000	25	133,650
600,001-1,000,000	26	237,650
Exceeding 1,000,000	28	

# WITHHOLDING TAX (For Services Rendered)



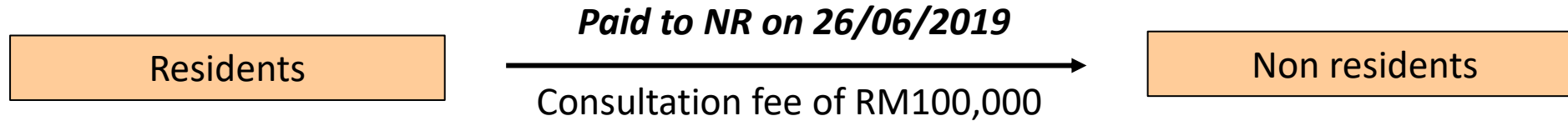
Types of payment to non-resident companies	Rate %	DTA* with Taiwan
Interest	15	10
Royalties	10	10
Rental of moveable properties	10	10
Technical or management service fees	10	7.5
Other income (eg commission, guarantee fee, agency fees etc)	10	10

*\* DTA – Double Taxation Agreement*

*Characteristics:*

- WHT of the above rate is the final tax borne by the NR*
- NR does not need to file Malaysian income tax return (no business presence)*
- WHT is to be remitted by the payer to the IRB within 1 month of the amount being paid or credited*

# MECHANISM OF WITHHOLDING TAX (For Services Rendered)



	Gross Amount (RM)	WHT – 10% (RM)	Net Amount (RM)
Consultation fees (10%)	100,000	10,000	90,000



To remit to IRB latest by  
26/07/2019  
(within 1 month from the date  
of payment)



Payment to NR on  
26/06/2019



# Budget Updates 2017

## Royalty

Any sums paid as consideration for or derived from:

Presently

Amendment



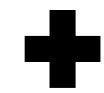
Patent



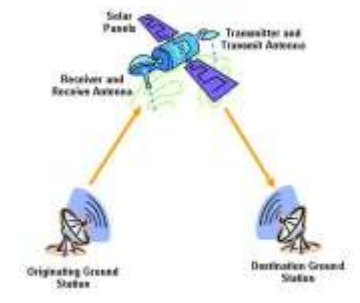
Trademark



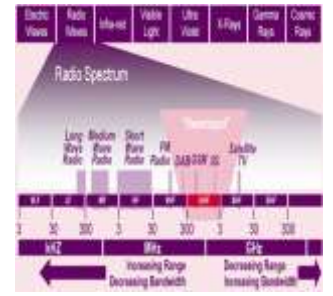
Films, tapes



Software



Transmission via satellite etc.



Radio frequency spectrum



Radio/ Tv Broadcasting



Granting of licensing

# INCREASE IN REAL PROPERTY GAIN TAX (RPGT) RATE

Disposal Period	Company		Resident Individual (Citizen & PR) and other than company		Individual (Non Citizen & Non PR)	
	2018	Starting 2019	2018	Starting 2019	2018	Starting 2019
Within 3 years	30%	30%	30%	30%	30%	30%
In the 4 <sup>th</sup> year	20%	20%	20%	20%	30%	30%
In the 5 <sup>th</sup> year	15%	15%	15%	15%	30%	30%
In the 6 <sup>th</sup> year and subsequent years	5%	10%	0%	5%	5%	10%

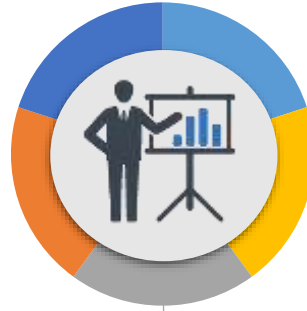
**\*EFFECTIVE FROM 01.01.2019**





# **SPECIALIST TAX TEAM**

# TAX SPECIALIST



## TAX TECHNICAL SUPPORT

### *Datin Noor Izzah Bte Mansor* *“Tax Technical Advisor”*

- ✓ Former Johore State Director of LHDNM & retired from service in 2010.
- ✓ Consultant on information on Tax Compliances and Tax Issues.

## TAX INVESTIGATION SUPPORT

### *En Shahrom Bin Othman* *“CPA Group Tax Agent”*

- ✓ Assistant Director at LHDNM with 22 years experience.
- ✓ Investigation & Intelligence Branch specialising in handling investigation on tax cases involving individuals, companies & Real Property Gain Tax.

## TAX AUDIT SUPPORT

### *Mdm Mary Lorette Pereira* *“CPA Group Tax Consultant”*

- ✓ Former Head of Corporate Field Audit in LHDN Johor Bahru Branch.
- ✓ 35 years of tax experience serving in the LHDN.
- ✓ Extensive tax audit experience in corporate cases.

# MATRIX TAXATION AGENCY SDN BHD

## OUR OFFICES

<p style="text-align: center;"><b>Skudai (Headquarters)</b></p>	<p style="text-align: center;"><b>Johor Bahru (Branch)</b></p>
<p><i>No. 17 &amp; 19, Jalan Bukit Impian 17, Taman Impian Emas, 81300 Skudai Johor.</i></p> <p><i>Contact :</i>  <i>Mr Ow : 019-7714704</i>  <i>Ms Ng : 012-7071887</i>  <i>Ms. Stephanie: 016-686 8188</i>  <i>Office: 07-557 5840</i></p> <p><b><i>Email : <a href="mailto:mtax@cpagroup.com.my">mtax@cpagroup.com.my</a></i></b></p>	<p><i>S11 Podium 1, Menara Ansar, No. 65, Jalan Trus, 80000 Johor Bahru, Johor.</i></p> <p><i>Contact :</i>  <i>Fatimah : 017-4752630</i>  <i>Noor'ain : 019-4284839</i>  <i>Office : 07-224 5770</i></p>

| Website: [www.cpagroup.com.my](http://www.cpagroup.com.my) |

# OUR SERVICES



## Tax Investigation

- Company
- Capital Statement

## Tax Audit

- Desk Audit
- Field Audit

## Tax Compliance

- Corporate (Form C, CP204, Form E etc)
- Individual (Form B, BE and P)

## Others

- Appeals
- Refund
- Compund
- Travel Restriction (Sec 104)
- RPGT



*Thank  
you*

