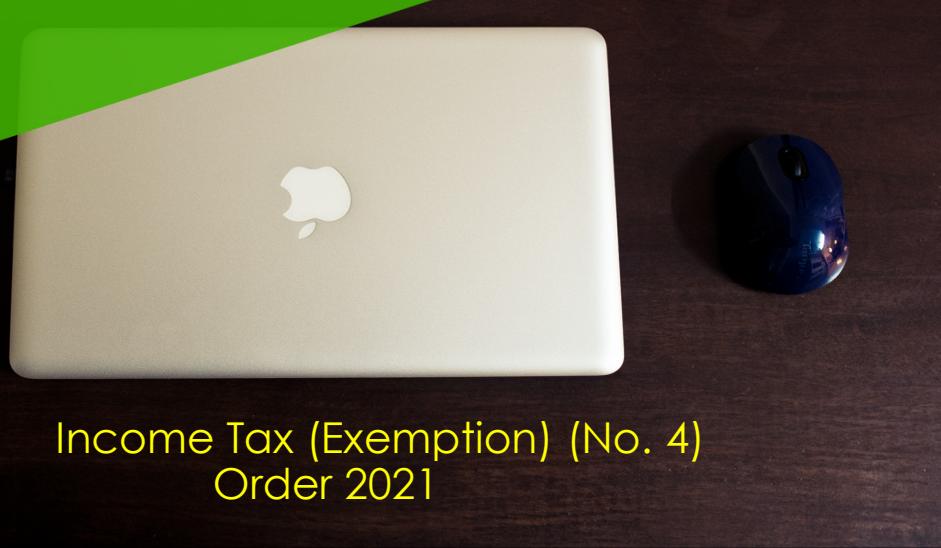


What's New?

Issue No. 28/2021 | 26 April 2021



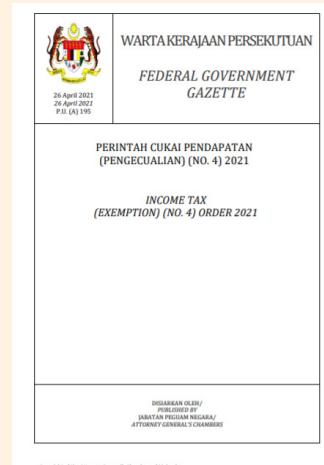
Income Tax (Exemption) (No. 4) Order 2021



Income Tax (Exemption) (No. 4) Order 2021



- IN exercise of the powers conferred by paragraph 127(3)(b) of the Income Tax Act 1967 [Act 53], the Minister makes this order, which was gazetted on 26 April 2021.
- This Order shall have effect from the year of assessment 2020 until the year of assessment 2025.



05/12/21

CCS & Co [Chartered Accountants]



Income Tax (Exemption) (No. 4) Order 2021



- Under the Exemption Order, The Minister exempts a qualifying person resident in Malaysia from the payment of income tax in respect of the statutory income derived from organizing conferences held in Malaysia.
- This Order shall not apply if the total number of foreign participants brought in by that qualifying person for conferences held in Malaysia is less than five hundred in the basis period for a year of assessment.



05/12/21

CCS & Co [Chartered Accountants]

Income Tax (Exemption) (No. 4) Order 2021



- The Exemption Order does not absolve or be deemed to have absolved the qualifying person from complying with any requirement to submit any return or statement of accounts or to furnish any other information under the Income Tax Act 1967.
- The qualifying person exempted shall maintain a separate account for the income derived from organizing conferences held in Malaysia.



05/12/21

CCS & Co [Chartered Accountants]

Non Application



- This Order shall not apply to a person who has been granted an exemption under Income Tax (Exemption) (No. 53) Order 2000 [P.U. (A) 500/2000].

Income Tax (Exemption) (No. 53) Order 2000

PARAGRAPH 3 EXEMPTION

3(1) The Minister exempts a conference promoter resident in Malaysia from the payment of income tax in respect of the statutory income derived from organising conferences held in Malaysia.

3(2) The exemption in subparagraph (1) shall not apply if the total number of foreign participants brought in by that conference promoter for conferences held in Malaysia is less than five hundred in the basis period for a year of assessment.

3(3) Nothing in subparagraph (1) shall absolve or be deemed to have absolved the conference promoter from complying with any requirement to submit any return or statement of accounts or to furnish any other information under the provisions of the Act.

Qualifying Person



- a company incorporated under the Companies Act 2016 [Act 777], or
- an association or organization registered under the Societies Act 1966 [Act 335],

which carries on business or activity other than business or activity of promoting and organizing conferences;

Statutory Income



- fees and other payments received by a qualifying person from promoting and organizing conferences which includes:
- the arranging of accommodation, tours and sightseeing for foreign participants
- derived from organizing conferences held in Malaysia,
- less allowable expenses for tax purposes and capital allowance, if any

Foreign Participants



- individuals who are non-Malaysian citizens participating in conferences held in Malaysia, but does not include individuals who are non-Malaysian citizens who reside in Malaysia



For further consultation, please contact:

Chin Chee Seng
Partner
+6012 365 4331
cschin@ccs-co.com

Jared Low
Assurance Manager
+6018 763 4813
jared@ccs-co.com

Wong Woei Teng
Audit Manager
+6017 237 8233
woeiteng@ccs-co.com

Vivian Lim
HR Manager
+6012 618 6220
vivian@ccs-co.com

CCS & Co

© 2021 CCS. All rights reserved. Not for further distribution without the permission of CCS & Co. "CCS" refers to the network of member firms of CCS & Co. The information contained in the slides represents the views of CCS and does not constitute the provision of professional advice of any kind. The information contained in the slides is based on our interpretation of existing legislation as at the published date. While CCS makes reasonable efforts to provide information which we believe to be reliable, we make no representations or warranties that the information provided is complete, accurate, up to date or non-misleading. The information provided herein should not be used as a substitute for consultation with professional advisers. Before making any decision or taking any action, you should consult a professional adviser who has been provided with all the pertinent facts relevant to your particular situation. No responsibility for loss occasioned to any person action or refraining from action as a result from using the information in the slides can be accepted by CCS.