
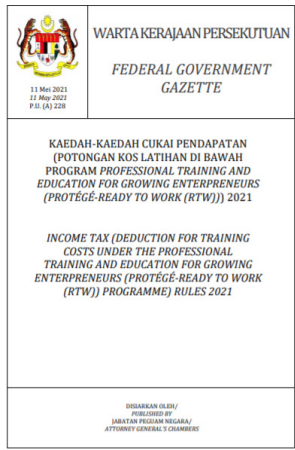




Income Tax (Deduction for Training Costs under the Professional Training and Education for Growing Entrepreneurs (PROTÉGÉ-Ready to Work (RTW)) Programme) Rules 2021

- IN exercise of the powers conferred by paragraph 154(1)(b) read together with paragraph 33(1)(d) of the Income Tax Act 1967 [Act 53], the Minister makes the following rules, which was gazetted on 11 May 2021.
- These Rules are deemed to have come into operation on 11 September 2019.







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Income Tax (Deduction for Training Costs under the Professional Training and Education for Growing Entrepreneurs (PROTÉGÉ-Ready to Work (RTW)) Programme) Rules 2021 


- Under the Rule, for the purpose of ascertaining an adjusted income of a qualifying company in Malaysia from its business in a basis period for a year of assessment a deduction shall be allowed for any outgoings and expenses as described in the following slide which were incurred by that qualifying company during that basis period for conducting the Training Programme.



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Income Tax (Deduction for Training Costs under the Professional Training and Education for Growing Entrepreneurs (PROTÉGÉ-Ready to Work (RTW)) Programme) Rules 2021 


- The outgoings and expenses for each Training Programme are as follows:
 - monthly training allowance of not less than one thousand ringgit paid to the trainees for a maximum period of twelve months; } equivalent to double the amount of outgoings and expenses allowed under these Rules
 - expenditure incurred for the training provided to the trainees;
 - expenditure incurred for food, travelling and accommodation allowances of the trainees during the Training Programme; and } for each trainee shall not exceed five thousand ringgit for each Training Programme.
 - fees paid to a person who has been appointed to conduct soft-skills training under the Training Programme.




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Income Tax (Deduction for Training Costs under the Professional Training and Education for Growing Entrepreneurs (PROTÉGÉ-Ready to Work (RTW)) Programme) Rules 2021


- For the purpose of qualifying for the deduction under these Rules, the qualified company claiming for the deduction shall produce a confirmation from the Ministry of Entrepreneur Development and Cooperatives specifying that—
 - the Training Programme has been approved and date of approval begins from 11 September 2019 until 31 December 2025; and
 - the implementation of the Training Programme shall commence within twelve months from the date of approval of Training Programme.



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Trainee

- a Malaysian citizen graduate who is undergoing the Training Programme—
 - a) is unemployed; or
 - b) is under an employment which does not commensurate with his qualification;



Training Programme



- the Professional Training and Education for Growing Entrepreneurs (PROTÉGÉ-Ready to Work (RTW)) Programme approved by the Ministry of Entrepreneur Development and Cooperatives which is conducted for trainee for eight to twelve continuous months

Qualified Company



- a company—
 - a) incorporated in Malaysia under the Companies Act 2016 [Act 777]; and
 - b) approved by the Ministry of Entrepreneur Development and Cooperatives to participate in the Training Programme.

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

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