

# UNDERSTANDING THE BASICS OF COMPUTING CORPORATE INCOME TAX - with Budget 2014 Updates



Date	Venue	Event Code
10 - 11 July 2014	Impiana Hotel, Ipoh	WS/041
28 - 29 August 2014	Ramada Plaza, Melaka	WS/042

Time: 9.00am to 5.00pm

## Workshop Overview

The Malaysian Income Tax Act 1967 (ITA) as well as other tax regulations and rules impose many compliance requirements on companies. Income tax compliance procedures, if not adhered to by companies as required by taxation laws as well as guidelines, rulings and other regulations issued by the Director General of Inland Revenue (DGIR) can create risks of additional taxes as well as the penalties that will be imposed.

## Benefits of Attending

This two-day workshop will among others provide participants with a sound knowledge of income tax laws and regulations pertaining to corporate income taxes and will primarily focus on critical areas relating to tax computations. Participants will be exposed to common compliance related provisions provided in the ITA as well as decisions from selected tax cases.

## Workshop Highlights

This two-day workshop will cover the following key areas:

- **Basis of taxation in Malaysia**
  - ~ Outline of direct taxation laws in Malaysia
  - ~ The scope of charge to tax
  - ~ Taxable receipts or gains
  - ~ Taxable persons
- **Tax residence status of companies and its implications**
  - ~ Examination of related Public Rulings
- **Basis Period and Year of Assessment**
  - ~ Change in accounting year end / basis period
  - ~ Examination of related Public Rulings
- **Deductibility of expenses**
  - ~ Examine the general deduction rules in the ITA 1967
  - ~ Specific allowable and disallowable business deductions
  - ~ Issues regarding capital expenses and revenue expenses
  - ~ Examine methods of minimising non-deductible expenses
  - ~ Examination of selected Public Rulings
- **Treatment of double deduction incentives**
  - ~ Industry specific double deductions
  - ~ Employee specific double deductions
  - ~ Other double deductions
- **Treatment of investment holding companies**
  - ~ Examine the law relating to investment holding companies
  - ~ Examine compliance issues
  - ~ Tax computations for investment holding companies

## Who Should Attend

- Company Directors;
- Finance Managers and Financial Controllers;
- Accountants / Auditors or Company Secretaries;
- Tax Agents and other Legal / Financial advisors or practitioners

- **Treatment of capital expenditure**
  - ~ Examine legal provisions related to capital expenditure
  - ~ Reliefs for capital expenditure provided by the ITA 1967
  - ~ Capital allowance computations
  - ~ Industrial building allowance computations
  - ~ Dealing with unabsorbed capital allowance
  - ~ Examination of related Public Rulings
- **Preparing tax computations**
  - ~ Gross and adjusted income
  - ~ Statutory income
  - ~ Aggregate income
  - ~ How to treat basis year losses and unabsorbed business losses
  - ~ Total income
  - ~ Chargeable income
  - ~ Tax charged, tax payable / tax refundable
- **Payment of taxes**
  - ~ Tax estimates and payment of taxes
  - ~ Non-compliance of payment directives
  - ~ Penalties for late payment
- **Tax administration – DGIR's approach to non-compliance**
  - ~ Penalties and compounds
  - ~ Tax Audits and Investigations
  - ~ Legal actions – civil or criminal
- **Budget 2014 – Updates and highlights**

## Speaker's Profile

Kularaj K. Kulathungam, a member of the Chartered Tax Institute of Malaysia, is an approved tax agent under the Income Tax Act 1967 and Director of KR Tax Consultants Sdn Bhd, a Tax Consultancy & Advisory firm. His experience in taxation spans over 26 years both with the Inland Revenue Board (IRB) as well as in private practice.

As a former Assistant Director of Income Tax with the IRB, he has served at various IRB Branches and divisions between 1988 and 2003, his last posting being the Head of the Labuan Offshore Taxation Unit. With his vast experience in the various major areas of direct taxation, he is able to blend the legal and practical aspects of taxation thereby greatly enhancing the learning experience for participants.

In addition to managing his tax consultancy practice, he also lectures extensively at local institutions of higher learning and is a regular speaker at workshops and seminars on taxation issues in Malaysia.

