

# UNDERSTANDING THE LEGAL AND PRACTICAL ASPECTS OF CAPITAL EXPENDITURE

20 April 2015 | CTIM Training Room , Kuala Lumpur | 9am – 5pm

## WORKSHOP OBJECTIVE

Capital expenditure is one of the major outgoings for almost all types of business concerns. Investing in capital is one of the ways businesses remain relevant and competitive. Nevertheless, not all capital expenditure incurred by taxpayers' enjoys tax benefits as provided by the Malaysian Income Tax Act 1967. The Inland Revenue Board (IRB) recognising the need for clarity has issued various Public Rulings in respect of claims for capital allowances.

This one day tax training will examine the relevant provisions of the Income Tax Act pertaining to capital allowances together with the practical aspects as well as examine the various related Public Rulings which have been issued by the IRB.

### Training Contents

- **Capital Expenditure or Revenue Expenditure**
  - Determining the nature of an expense i.e. capital or revenue
  - Claim for reliefs on capital expenditure
- **Capital expenditure on Plant & Machinery**
  - Meaning of Plant & Machinery for income tax
  - Determining the amount of qualifying capital expenditure
- **Types of claimable capital allowances**
  - Initial Allowances
  - Annual Allowances
  - Rates of allowance
  - Accelerated allowances
  - Small value assets
- **Tax treatment of sale of assets for which capital allowances were claimed**
  - Balancing charges
  - Balancing allowances
- **Tax treatment in cases where assets are**
  - Temporarily disused,
  - Used for more than one purpose
  - Owned for less than 2 years
  - Unabsorbed allowances
- **Industrial Buildings**
  - What are industrial buildings?
  - Who is entitled to claim tax reliefs?
  - What amount of the capital expenditure qualifies for tax relief?
  - Tax treatment of capital expenditure on industrial buildings
- **Discussions and review of relevant tax cases and Public Rulings**

### 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 Managing Director of a Tax Consultancy & Advisory firm. His experience in taxation spans over 27 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 a regular speaker at workshops and seminars on taxation issues in Malaysia.*

### Benefits of Attending

- ✓ Gain insights into the various income tax provisions in respect of capital expenditure using the ITA 1967 and applicable tax cases,
- ✓ Explore possibilities of maximizing business expenditure reliefs for tax purposes,
- ✓ Learn how capital expenditure can result in tax savings for better business planning.

### Who Should Attend

- Tax Practitioners, Tax Managers and Tax Executives
- Accountants

Please present your identification card upon registration and collection of certificate of attendance for verification purposes. Registration and collection certificate on your behalf is not allowed.

8  
CPD  
POINTS

HRDF  
Claimable

## UNDERSTANDING THE LEGAL & PRACTICAL ASPECTS OF CAPITAL EXPENDITURE (EVENT CODE :15WS/006)

### \*Registration Fees

	Participation Fee	GST 6%	Net Registration Fee
<input type="checkbox"/> CTIM/ACCA Member	RM300.00	RM18.00	<b>RM318.00</b>
<input type="checkbox"/> Member's Firm Staff	RM350.00	RM21.00	<b>RM371.00</b>
<input type="checkbox"/> Non-Member	RM400.00	RM24.00	<b>RM424.00</b>

\*Payment of the registration fee will be due on issuance of the GST Tax Invoice which will be issued subsequent to 1 April 2015.

### Enquiries

Tel 03-2162 8989  
 Fax 03-2161 3207  
 03-2162 8990  
 Email [cpd@ctim.org.my](mailto:cpd@ctim.org.my)

B-13-1,Block B, Level 13, Unit 1,  
 Megan Avenue II  
 No. 12 Jalan Yap Kwan Seng  
 50450 Kuala Lumpur

#### Contact Person :

For Klang Valley events:  
 Ms.Yus (ext 121 / [yusfariza@ctim.org.my](mailto:yusfariza@ctim.org.my))  
 Ms.Jaslina (ext 131 / [jaslina@ctim.org.my](mailto:jaslina@ctim.org.my))

For Outstation events:  
 Mr. Jason (ext 108/[jason@ctim.org.my](mailto:jason@ctim.org.my))  
 Ms.Ramya (ext 119 / [ramya@cti.org.my](mailto:ramya@cti.org.my))

General enquiries :  
 Ms Ally (ext 123 / [ally@ctim.org.my](mailto:ally@ctim.org.my))

- Seats are limited and based on first-come, first-served basis
- Registration of participants will be confirmed upon registration, receipt of full payment or an acceptable employers guarantee and settlement of previous outstanding dues.
- Walk-in participant registration is subject to availability of seats and full payment
- Certificate of attendance will only be released upon participant signing the attendance register before 10.30am, full attendance and after completion of the event.

### Participant's Contact Details

Name	:	.....	Company	:	.....
I/C Number	:	.....	Designation	:	.....
Membership No	:	.....	Tel	:	.....
		<input type="checkbox"/> CTIM	Fax	:	.....
		<input type="checkbox"/> ACCA	Email	:	.....
		<input type="checkbox"/> Member's Firm Staff	Mobile	:	.....
Company Address	:	.....	Dietary	:	Normal <input type="checkbox"/>
		.....			Vegetarian <input type="checkbox"/>

### Payment Details (please tick the relevant boxes)

- Cash** for amount of RM .....
- Cheque** No ..... for amount of RM .....  
 (Non-refundable and made payable to "CTIM-CPE")
- Online payment** via CIMB Clicks / CIMB Shoppe  
**Click Bill>Alumni/Association>Chartered Tax Institute of Malaysia-CPD**  
 (Please attach together the transaction slip)
- MASTER / VISA** Credit Card for amount of RM .....  
 Please complete the credit card details
- Invoice**

### Credit Card details

Card Number

Cardholder's Name (as per credit card) ..... Expiry Date .....

Cardholder's Signature ..... Date .....

(Signature must correspond with the specimen signature on card)

### REPLACEMENTS

Please note registrations for the event are not interchangeable but replacements are allowed. Please notify us at least three days prior to the event if you intend to send a replacement. CPD points will be allocated to the designated attendee. If the replacement is not a Member but a Member's Firm Staff or Non-Member, the appropriate fees will apply.

### CANCELLATIONS ON PARTICIPATION

The Chartered Tax Institute of Malaysia must receive cancellations in writing five (5) working days prior to the event date. Refund amount is subject to deduction of administration and finance charges. No refund will be given for cancellations received within less than five working days prior to the event date.

### CONFIRMATION OF REGISTRATION

The confirmation letter will be issued 5 days before the commencement of the event upon receipt of full payment via email. In the event that you do not receive the confirmation letter 5 days before the event, please contact us immediately.

### DISCLAIMER

The Organiser reserves the right to change the speaker, date, venue or to cancel the event if number of participants is less than 20. A minimum three (3) days notice will be given

### RECORDING

Video / Sound recording is strictly prohibited.