

e-CIRCULAR TO MEMBERS



CHARTERED TAX INSTITUTE OF MALAYSIA (225750-T)

e-CTIM No.4/2011

26 January 2011

TO ALL MEMBERS

TECHNICAL

1. Grace period for filing of income tax returns in calendar year 2011

Members are reminded that income tax returns which are due for filing on or after 1 January 2011 and received by the Inland Revenue Board (IRB) within 3 days of such due date will be treated as having been received on the due date of filing. The grace period is applicable to all manual filings, whether by hand or by post, but is not applicable to e-filing. The grace period is also applicable to payment of the balance of income tax under Section 103(1) of the Income Tax Act 1967. Any application for an extension of time to pay the balance of tax payable will not be considered.

Members may refer to the [IRB's letter dated 16 August 2010](#) as below:-

[/cms/file/IRB's%20letter%20\(160810\)%20-%20Grace%20Period%20for%202011.pdf](#)

2. Issuance of income tax return forms (ITRFs) for year of assessment 2010

The IRB has issued a press release on 11 January 2011 on the above. Taxpayers will receive the 2010 ITRFs latest by the middle of February 2011. However, ITRFs will not be issued to taxpayers who e-filed for the year of assessment 2009 and those with employment income of less than RM26,000 in the year 2009.

The following taxpayers will need to e-file their ITRFs:

- (i) Taxpayers with employment income of more than RM26,000 in 2010,
- (ii) Taxpayers requesting for a refund of excess payments under Section 51 of Finance Act 2007 or Section 110 of Income Tax Act 1967,
- (iii) Taxpayers who are not taxable but have been paying taxes through the Schedular Tax Deduction.

The IRB has indicated that only the original ITRFs 2010 or PDF forms obtained from the IRB branches will be accepted. Member may view the press release statement on the website of the IRB at <http://www.hasil.gov.my/pdf/pdfam/IssuanceofTaxReturn2010.pdf>.

3. Utilisation of income tax credit for set-off

The IRB has issued Operational Guidelines No.2/2010 on 30 December 2010 detailing the order and procedures for set-off. It states that a tax credit for a year of assessment arises from

- (i) excess payment on the date the assessment is deemed issued or the formal assessment is raised,

- (ii) tax discharged,
- (iii) tax credit arising under section 110 of the Income Tax Act 196 or Section 51 of the Finance Act 2007.

Members may view the operational guidelines at
http://www.hasil.gov.my/pdf/pdfam/GPHDN2_2010ENG.pdf

CONTINUING PROFESSIONAL DEVELOPMENT

1. [Seminar: Treatment of Benefits In-Kind \(BIK\) & Latest Developments on Schedular Tax Deductions \(STD\)](#)

Date : 25 February 2011
Time : 9.00am – 5.00pm
Venue : Equatorial Hotel, KL

Chairman:

Mr Chow Kee Kan, Council Member of CTIM

Morning session:

- Ways to Plan the Tax Efficient Remuneration Package & Treatment of Benefits-In-Kind

Speaker:

Ms Sakaya Johns Rani, Senior Executive Director, PricewaterhouseCoopers

Afternoon session:

- Basic Mistakes in Managing the STD
- Systems and How to Avoid the Negative Consequences e.g penalty, prosecution, special issues dealing with directors

Speaker:

Mr Vincent Josef, Tax Consultant

8 CPD Points

2. [Workshop: Submission of Return Forms B or BE 2010 – Kuala Lumpur/Petaling Jaya](#)

<u>Date</u>	<u>Venue</u>
22 February 2011	Eastin Hotel, Kuala Lumpur

Time : 9.00am – 5.00pm
Speaker : Mr. Vincent Josef

Course Outline

- Estimates and Payment of Tax: A Reminder

- Choice of Submission Mode - Hard-copy or E-Filing?
- Completion of Return Form BE and B
- Supporting Documents
- Highlights of Budget 2011

8 CPD Points

3. **Workshop: Submission of Return Forms B or BE 2010 – Outstation**

<u>Date</u>	<u>Venue</u>
17 February 2011	Traders Hotel, Penang
2 March 2011	Mutiara Hotel, Johor Bahru
8 March 2011	Hyatt Regency Hotel, Kota Kinabalu
9 March 2011	Four Points Sheraton, Kuching

Time : 9.00am – 5.00pm

Speaker : Mr. Vincent Josef

Course Outline

- Estimates and Payment of Tax: A Reminder
- Choice of Submission Mode - Hard-copy or E-Filing?
- Completion of Return Form BE and B
- Supporting Documents
- Highlights of Budget 2011

8 CPD Points

4. **Workshop: Corporate Tax Issues for YA 2011 – Kuala Lumpur (re-run)**

Date : 23 February 2011

Venue : Seri Pacific Hotel, Kuala Lumpur

Time : 9.00am – 5.00pm

Speaker : Mr. Chow Chee Yen

Course Outline

- Preferential tax treatment for Small Medium Companies (SMC)
- Withholding tax
- Submission of estimated tax payable
- Submission of self amendment by companies
- Reinvestment allowance
- Tax losses and capital allowances

8 CPD Points

5. **Workshop: Corporate Tax Issues for YA 2011 – Outstation**

<u>Date</u>	<u>Venue</u>
16 February 2011	Renaissance Hotel, Malacca
4 March 2011	Four Points Sheraton, Kuching

Time : 9.00am – 5.00pm

Speaker : Mr. Chow Chee Yen

Course Outline

- Preferential tax treatment for Small Medium Companies (SMC)
- Withholding tax
- Submission of estimated tax payable
- Submission of self amendment by companies
- Reinvestment allowance
- Tax losses and capital allowances

8 CPD Points

6. [Workshop: Tax Planning for Mergers & Acquisitions – Outstation](#)

<u>Date</u>	<u>Venue</u>
18 February 2011	Mutiara Hotel, Johor Bahru

Time : 9.00am – 5.00pm
Speaker : Mr. Tan Hooi Beng

Course Outline

- Why tax due diligence review?
- Tax-efficient considerations for M&As
- Specific issues for cross-border M & As
- Other planning opportunities

8 CPD Points

7. [Workshop: Tax Planning on Individual's Income from Employment and Investments – Outstation](#)

<u>Date</u>	<u>Venue</u>
17 February 2011	Impiana Casuarina Hotel, Ipoh
1 March 2011	Traders Hotel, Penang
14 March 2011	Renaissance Hotel, Malacca
5 April 2011	Four Points Sheraton, Kuching
6 April 2011	Hyatt Regency Hotel, Kota Kinabalu

Time : 9.00am – 5.00pm
Speaker : Mr. Sivaram Nagappan

Course Outline

- Residence status
- Sources of income
- Contract for services vs Contract of services
- Types of employment income
- Derivation and taxability of employment income
- Use of double tax agreements to minimize tax exposure Investment income from real properties, unit or property trusts, quoted or unquoted shares, securities, deposits, etc.
- Available tax relief, rebates, deductions and exemptions under Income Tax Act 1967 and Real Property Gains Tax 1976

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Additional bonus:

- Deductibility of payments made to employees
- Designing an effective remuneration package
- Employer's reporting obligations

8 CPD Points

Please visit our website www.ctim.org.my for the latest updates on our events or contact the CPD Secretariat, Ms Ally/Ms Fadeah/Ms Yus/Ms Nur at 03-2162 8989 ext 108/119/121/106 for further information. Alternatively, you can email your enquiries to cpd@ctim.org.my.

**THE CHARTERED TAX INSTITUTE OF MALAYSIA IS RECRUITING A TECHNICAL
MANAGER / ASSISTANT TECHNICAL MANAGER / TECHNICAL EXECUTIVE**

The Chartered Tax Institute of Malaysia is inviting suitably qualified candidates to apply for the above positions in the premier body for tax professionals.

Interested applicants, please click on <http://www.ctim.org.my/ectim/advert technical ectim.doc>

SEASON'S GREETINGS

To all members who celebrate Chinese New Year:



For queries or feedback on the CTIM e-circular, please email secretariat@ctim.org.my.

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