

TECHNICAL

Direct Taxation

[IRB Media Release: Schedule of Monthly Tax Deduction for 2014](#)

Following our [e-CTIM TECH-DT 7-2014](#), the Inland Revenue Board (IRB) has announced that the [Income Tax \(Deduction From Remuneration\)\(Amendment\) Rules 2014](#) [P.U.(A) 35/2014] (MTD Order 2014) is now available for download from their website at *Employer > MTD > [Notes and MTD Scheduler 2014](#)*.

The amendments made in the MTD Order 2014 are in line with the introduction of MTD as Final Tax in the year of assessment 2014 to provide a more accurate tax deduction. The changes are illustrated in Appendix C of [IRB's Letter](#).

For **employers who are following the MTD Schedule without using a Computerised Payroll System** in deducting their employees' monthly tax deduction, the IRB has, as a concession, allowed them to comply with the MTD Order 2014 starting from 1 March 2014 without imposing penalty (if the deduction is less than the required amount).

Employers using computerised payroll systems are **not eligible** for the concession. They are advised to ensure that their Computerised Payroll System is constantly updated to meet the conditions of approval set by the IRB.

Members may read the full text of the [Media Release](#) at the IRB's website.

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