

TECHNICAL

Direct Tax

PUBLIC RULINGS No.4/2014 & No.5/2014

Please be informed that the Inland Revenue Board (IRB) has uploaded Public Rulings (PR) [No.4/2014](#) and [No.5/2014](#) on 26 June 2014 and 1 July 2014 respectively. Members may view the Public Rulings on the websites of the Institute and the IRB.

1. [PR No.4-2014 on Deferred Annuity](#)

The objective of this PR is to explain the following:

- 1.1 the deductibility of premiums paid by an individual for deferred annuity;
- 1.2 the exemption of annuity income for an individual; and
- 1.3 the exemption of income of a life insurer and takaful operator from an investment made out of a life fund or family fund in respect of deferred annuity.

2. [PR No.5-2014 on Ownership and Use Of Asset For The Purpose Of Claiming Capital Allowances](#)

The objective of this PR is to explain the ownership and use of asset and the effect on whether a person qualifies to claim capital allowances (CA) in respect of that asset in determining the statutory income from a business of the person.

You may write to the Institute at technical@ctim.org.my or secretariat@ctim.org.my in respect of any concern or comments you may have on the above public rulings.

Disclaimer

This document is meant for the members of the Chartered Tax Institute of Malaysia (CTIM) only. CTIM has taken all reasonable care in the preparation and compilation of the information contained in this E-CTIM. CTIM herein expressly disclaims all and any liability or responsibility to any person(s) for any errors or omissions in reliance whether wholly or partially, upon the whole or any part of this E-CTIM.