

TECHNICAL

Direct Tax

[Income Tax \(Deduction for Expenditure in relation to Vendor Development Programme\) \(Amendment\) Rules 2017 \[P.U. \(A\) 73/2017\]](#)

The above [Rules](#) which amends the [Income Tax \(Deduction for Expenditure in relation to Vendor Development Programme\) Rules 2014 \[P.U. \(A\) 169/2014\]](#), was gazetted on 13 March 2017 and have effect from the year of assessment 2017. (Our [e-CTIM TECH-DT 49/2014](#) dated 9 July 2014 also refers.)

Based on the [Rules](#), Rule 2 of the P.U. (A) 169/2014 is amended as follows:-

“Application

2. *These Rules shall apply to an anchor company–*
- (a) which is incorporated under the Companies Act 1965 [Act 125];*
 - (b) which is resident in Malaysia;*
 - (c) which participates in the Vendor Development Programme; and*
 - (d) which signs a memorandum of understanding with the Ministry charged with the responsibility for international trade and industry under the Vendor Development Programme from 1 January 2014 until ~~31 December 2016~~ 31 December 2020.”*

The above amendment was proposed in the 2017 Budget.

Members may read the Rules in full at the official website of the [Attorney-General's Chambers](#).

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.