

TECHNICAL

Direct Taxation

LHDNM TRANSFER PRICING GUIDELINES 2012 (Updated Version)

The [Transfer Pricing Guidelines 2012 \(TPG 2012\)](#) explains the provision of S.140A of the Income Tax Act 1967 and the [Income Tax \(Transfer Pricing\) Rules 2012 \[P.U. \(A\) 132/2012\]](#). It governs the standard and rules based on the arm's length principles to be applied on transactions between associated persons.

The Inland Revenue Board of Malaysia (LHDNM) has recently updated the TPG 2012 to reinforce the existing standard and reformat its presentation. The updated TPG 2012 retains the existing content of the TPG 2012 except for the following content which is updated or new:

Updated

- [Chapter II – The Arm's Length Principle](#)
- [Chapter VIII – Intangibles](#)
- [Chapter XI – Documentation](#)

New

- [Chapter X – Commodity Transactions](#)

The reformatted presentation of the updated MTPG 2012 is as indicated in its [table of contents](#).

Members may read the updated MTPG 2012 at the websites of the [Institute](#) and the [LHDNM](#).

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 [updated and new content of the TPG 2012](#).

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