

e-CTIM TECH-DT 51/2017

28 July 2017

TO ALL MEMBERS

TECHNICAL

Direct Taxation

PUBLIC RULINGS NO. 3/2017 AND NO. 4/2017

The Inland Revenue Board of Malaysia (LHDNM) has uploaded the [Public Ruling \(PR\) No. 3/2017](#) dated 17 July 2017 and [PR No. 4/2017](#) dated 20 July 2017, on its website as follows:

- 1) [**PR No. 3/2017 on Income Tax Treatment of Goods and Services Tax Part III – Employee Benefits: GST Borne by an Employer**](#)

The objective of this PR is to explain the income tax treatment on goods and services tax (GST), that is, the output tax accounted for and borne by the employer on goods or services given free to its employees as a benefit.

- 2) [**PR No. 4/2017 on Basis Period for a Business Source for Persons other than a Company, Limited Liability Partnership, Trust Body and Co-Operative Society**](#)

The objective of this PR is to explain the determination of the basis period relating to a business source of a person other than a company, limited liability partnership, trust body and co-operative society for –

- i) commencing a new operation;
- ii) changing the accounting date of the existing business; and
- iii) an individual joining a partnership.

This PR replaces the [PR No. 6/2001](#) which was published on 30 April 2001.

Members may read the PRs in full 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 suggestions, concern or comments you may have on the [PR No. 3/2017](#) and [PR No. 4/2017](#) so that we may raise them to the LHDNM.

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.