

TECHNICAL

Direct Tax

[Minutes of DESIRE Meeting No.1/2017 on 20 June 2017 between the LHDNM and the Professional Bodies](#)

The Inland Revenue Board of Malaysia (LHDNM) has released the [Minutes of DESIRE Meeting No.1/2017](#) ("Minutes") held on 20 June 2017. The following compliance and operational issues were discussed at the meeting:-

Lampiran 1 - Issues Raised by CTIM

Compliance Issues

- 1) Tax Audit
- 2) Advance Ruling

Operations Issues

- 3) Input Tax Not Claimable from RMCD (Item L26A in the YA 2016 Form C)
- 4) Loans to/from Related Companies (Items N7 – N10 in the YA 2016 Form C)
- 5) Closing of Companies
- 6) Item No.7 and No.9 in the IRB Client Charter
- 7) Other Notifications

Tax Appeal Issues

- 8) Transferring of the Taxpayer's File
- 9) Inconsistent Practice on Accepting Form Q Submitted by the Taxpayer

Tax Refunds / Credit Set-Off and Instalment Payment Issues

- 10) Tax Refunds
- 11) Compensation for Overpayment of Tax
- 12) Tax Credit Set-Off
- 13) Tax Instalment Payments
- 14) Notification of Civil Proceedings issued after commencement of instalment payment

Tax Estimation Issues

- 15) Estimate of tax payable – Appeals for Higher Estimates in the 12th Month

Filing Issues

- 16) Tax Return Submitted Prior to YA 2014 Based Unaudited Accounts
- 17) Revising Tax Returns

Lampiran 2 – Additional Issues Raised by CTIM

- 1) No Acknowledgement Receipt on Copy of Cover Letter for Payment of Tax
- 2) Revision of Estimate of Tax Payable
- 3) Implementation of Security Phrase for Individual and Corporate Login

- 4) Company Tax Profile vs Employer Profile – Income Tax Filing vs Employer Tax Filing – Finance vs HR
- 5) Notification of Visit for Tax Audit

Lampiran 3 - Issues Raised by MIA and MICPA

- 1) Monitoring Deliberate Tax Defaulters Programme (MDTD)
- 2) System Capability
- 3) Tax Administration
- 4) Completion of Withholding Tax Remittance Forms (e.g. Form CP 37D)
- 5) E-Filing of Individual Tax Returns
- 6) Desk/Field Tax Audit

Lampiran 4 – Issues Raised by MAICSA

- 1) Advances to directors by a dormant company
- 2) Qualifying expenditure in relation to blocked GST on motor vehicle

Lampiran 5 – Additional Issues Raised by MAICSA

- 1) Relief on medical expenses for serious diseases
- 2) Definition of serious diseases
- 3) Relief for providing medical equipment to parents or spouse
- 4) Expenses incurred for poll voting exercise undertaken by listed issuers
- 5) Incremental amount of chargeable income [P.U.(A) 117/2017]

Members may view the [Minutes](#) at the website of the Institute.

Members may also 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 [Minutes](#).

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