

TECHNICAL

Direct Tax

LHDNM TECHNICAL GUIDELINES – GUIDELINES ON TAX TREATMENT RELATED TO THE IMPLEMENTATION OF MFRS 121 (OR OTHER SIMILAR STANDARDS) (REVISED)

The Institute has received the [revised Guidelines on Tax Treatment Related to The Implementation of MFRS 121 \(Or Other Similar Standards\)](#) (“revised Guidelines”) dated 16 May 2019 from the Inland Revenue Board of Malaysia (LHDNM). The revised Guidelines replaces the [original Guidelines dated 24 July 2015](#) (as reported in our [e-CTIM TECH-DT 57/2015](#) dated 31 July 2015).

As indicated in the revised Guidelines, the LHDNM recognises the challenges in dealing with volume when tracking foreign currency transactions to comply with the [original Guidelines dated 24 July 2015](#). Hence, the [revised Guidelines](#) is aimed at making improvements after reviewing and considering feedback received from businesses on the current tax treatment of foreign exchange transactions.

Members may read the revised Guidelines in full on the websites of the [Institute](#).

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 [revised Guidelines](#) 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.