

TECHNICAL

Direct Tax

[LHDNM - FAQ on the Restriction on Deductibility of Interest \(S.140C, ITA 1967\) Guidelines](#)

Further to our [e-CTIM TECH-DT 56/2019](#) dated 10 July 2019, the Inland Revenue Board of Malaysia (LHDNM) has recently uploaded the [Frequently Ask Questions \(FAQ\) on Restriction on Deductibility of Interest \(S.140C, ITA 1967\) Guidelines](#) dated 17 July 2019 on their website.

The FAQ are in relation to: -

- A. Scope of Application
- B. Calculation of Tax-EBITDA
- C. Non-Application
- D. Others

Members may read the FAQ in full at the websites of the [Institute](#) and the [LHDNM](#). Members may also refer to the [LHDNM webpage on Restriction on Deductibility of Interest \(S.140C, ITA 1967\)](#) for updates.

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 [FAQ](#) so that we may raise them to the LHDNM.

On a separate note, the LHDNM has re-uploaded the [Restriction on Deductibility of Interest \(S.140C, ITA 1967\) Guidelines](#) on their website on 25 July 2019, with amendments in blue in example 4 on page 12 of the Guidelines.

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