

TECHNICAL

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Direct Taxation

**MDEC – ANNOUNCEMENT ON WITHHOLDING TAX EXEMPTION ON CERTAIN TYPES OF INCOME RECEIVED FROM APPROVED MSC STATUS COMPANY**

The Malaysia Digital Economy Corporation Sdn Bhd (“MDEC”) has uploaded an [announcement on the withholding tax \(“WHT”\) exemption on certain types of income received by a non-resident company from an approved MSC status company](#) on its website. The WHT exemption is pursuant to the Income Tax (Exemption) (No. 13) Order 2005 [P.U. (A) 102/2005] (“the Order”).

According to the MDEC announcement, the aforesaid WHT exemption will **only be effective until 31 December 2019**. Necessary steps will be taken to revoke the Order with effect from 1 January 2020.

[Frequently asked questions](#) on the announcement are available on the MDEC website. MDEC can also be contacted by email at [cltc@mdec.com.my](mailto:cltc@mdec.com.my) for further enquiries.

Members may view the announcement at the websites of the [Institute](#) and the [MDEC](#).

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