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**TECHNICAL**

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**Direct Taxation**

**LHDNM OPERATIONAL GUIDELINES ON MONTHLY TAX DEDUCTION (MTD) UNDER INCOME TAX RULES (DEDUCTION FROM REMUNERATION) 1994 [P.U.(A) 507/1994] (GPHDN 4/2020)**

<b>Guidelines (Available in Bahasa Malaysia only)</b>	<b>Remarks (Please access the Guidelines for the full details)</b>
<p>GPHDN 4/2020</p> <p><b>MTD under Income Tax Rules (Deduction from Remuneration) 1994 [P.U.(A) 507/1994]</b></p> <p>(17 November 2020)</p>	<p><u>Purpose</u></p> <p>It explains the employer's responsibility in relation to the implementation of the MTD on the employee's monthly remuneration and the method of determining the amount of MTD.</p> <p><u>Contents</u></p> <p>It contains details on employer's responsibilities, determination of MTD amount, deduction and rebate allowed under the Income Tax Act 1967, formula for computing MTD and determining the amount of MTD for additional remuneration.</p> <p><u>Reference</u></p> <ul style="list-style-type: none"><li>Guidelines on the websites of the <a href="#">Institute</a> and the <a href="#">LHDNM</a>.</li></ul>

You may write to the Institute at [technical@ctim.org.my](mailto:technical@ctim.org.my) in respect of any suggestions, concern or comments you may have on the above Guidelines so that we may raise them to the LHDNM.

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