

TECHNICAL - DIRECT TAXATION

e-CTIM TECH-DT 28/2021

3 March 2021

LHDNM GUIDELINES ON SUBMISSION OF ESTIMATED TAX PAYABLE UNDER S.107C, ITA 1967 (GPO 1/2021)

Guidelines (Available in Bahasa Malaysia only)	Remarks (Please access the Guidelines for the full details)
<p>Guidelines on Submission of Estimated Tax Payable under S.107C, Income Tax Act ("ITA") 1967 (GPO 1/2021) 22 December 2020</p>	<p>The GPO 1/2021 updates the Guidelines on Submission of Estimated Tax Payable under S.107C, ITA (GPO 1/2017) dated 23 February 2017 on matters such as the following:</p> <ul style="list-style-type: none"> • Requirement for a company/ limited liability partnership/ trust body/ co-operative society which has ceased operation/ business to furnish CP204 (para 3.1.4); • Examples on submission of e-CP204 for companies which have commenced operations (para 3.4.2); • A small and medium enterprise ("SME") that qualifies for S.107C(4A), ITA 1967 and a company fully subject to S.107A, ITA 1967 are not allowed to amend the tax estimate amount (para 3.8.4); • CP205 can be issued if notification of change in accounting period through CP204B is submitted (para 3.9.2); • SME that qualifies for S.107C(4A), ITA 1967 (para 3.10); • Notification of change of accounting period (CP204B) (para 4); • Failure to notify change of accounting period (para 5); • Formula for computing tax increase under S.107C(10) (para 6.2.2); • Tax increase under S.107C(10A) (para 6.3); and • Payment method (para 7). <p><u>Note</u> The LHDNM informed on its website that paragraph 6 (Computation of Revised Tax Instalment After Change of Accounting Period) of the Public Ruling ("PR") No. 8/2019 on Notification of Change of Accounting Period by A Company/ Limited Liability Partnership/ Trust Body/ Co-operative Society is not applicable with effect from 3 February 2021. The PR No. 8/2019 is being reviewed and amended to be aligned with the GPO 1/2021.</p>

References:

- LHDNM Guidelines on Submission of Estimated Tax Payable under S.107C, ITA 1967 (GPO 1/2021) dated 22 December 2020 (uploaded on the LHDNM website on 3 February 2021);
- LHDNM Guidelines on Submission of Estimated Tax Payable under S.107C, ITA 1967 (GPO 1/2017) dated 23 February 2017 (see our e-CTIM TECH-DT 29/2017); and
- PR No. 8/2019 on Notification of Change of Accounting Period by A Company/ Limited Liability Partnership/ Trust Body/ Co-operative Society.

You may write to the Institute at technical@ctim.org.my in respect of any suggestions, concern or comments you may have on the GPO 1/2021 so that we may raise them to the LHDNM.

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