

ORGANISED BY



PREMIER TAX EVENT OF THE YEAR
NATIONAL TAX CONFERENCE
2015

25 & 26 AUGUST 2015 | KUALA LUMPUR CONVENTION CENTRE



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CURRENT ISSUES AFFECTING TAXPAYERS

BY:

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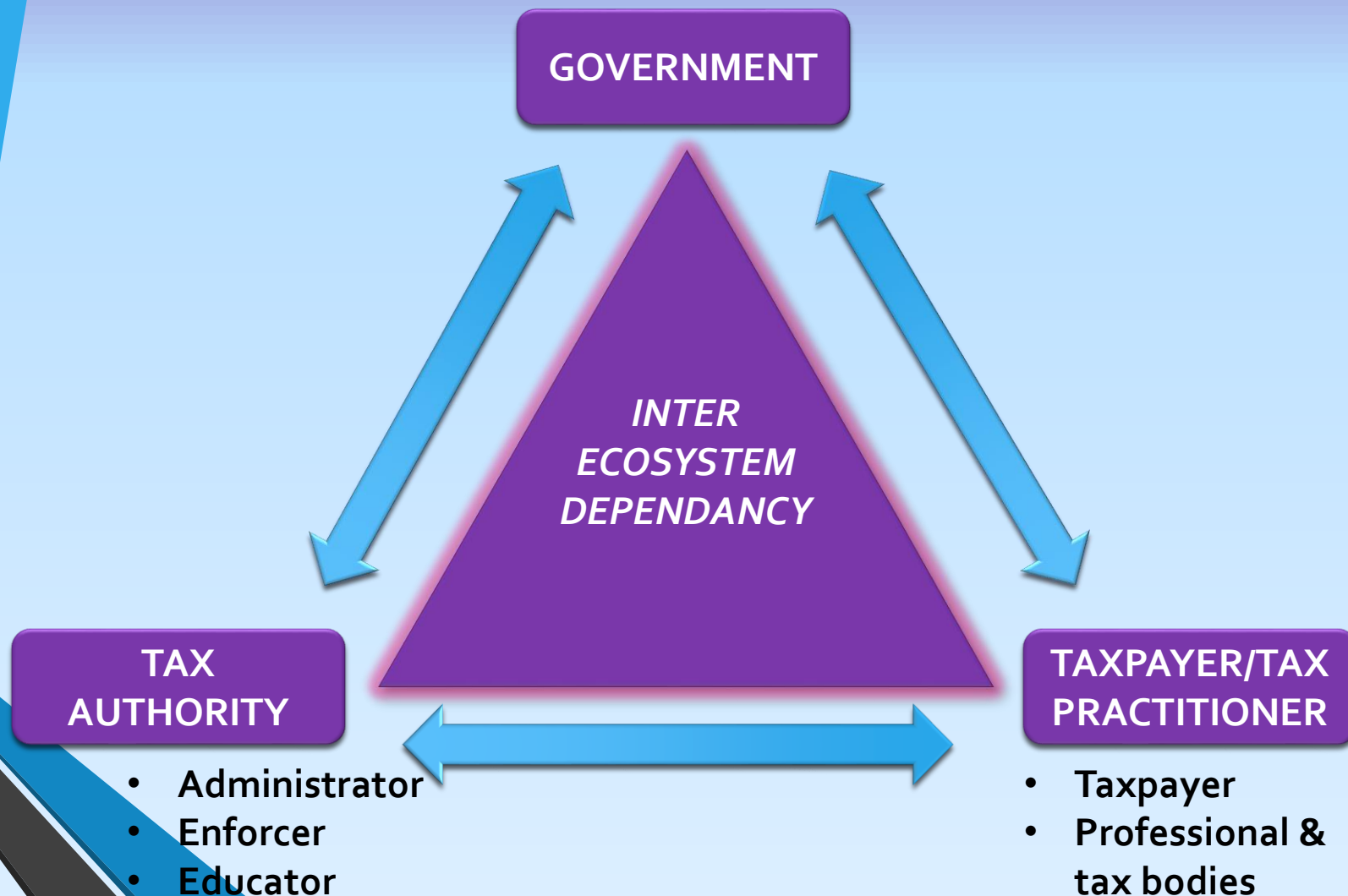
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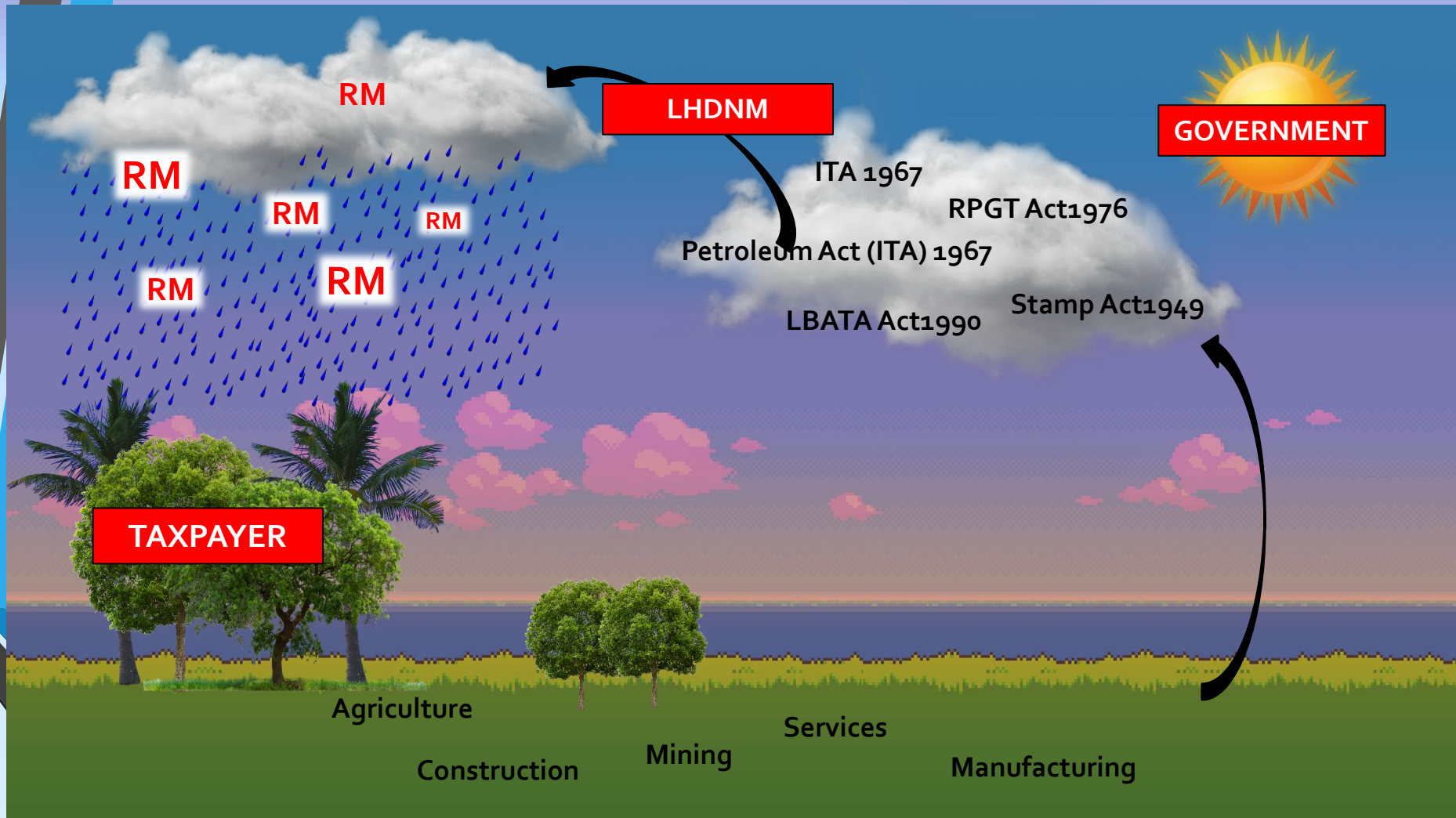


- **UNDERSTANDING TAX ECOSYSTEM**
- **BRIDGING THE COMPLIANCE GAP**

TAX ECOSYSTEM



TAX ECOSYSTEM





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TAX COMPLIANCE



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Tax Compliance Definition:

***"Comply with tax law, regulations,
processes and procedures"***

Complied Taxpayer

**CORRECT
REPORTING**



**ONTIME
SUBMISSION**

**CORRECT
PAYMENT**

**G
A
P**

Non-Complied Taxpayer

INCORRECT REPORTING



LATE / NON SUBMISSION
**LATE / UNDER / DEFAULT
PAYMENT**

TAX COMPLIANCE AREA

REGISTRATION

Obligation to register tax file if qualified

SUBMISSION OF RETURN FORM

ISSUES:

- *Late Submission*
- *None Submission*
- *EOT*

REPORTING AND PAYMENT

ISSUES:

- *Incorrect return*
- *Late / Under / Default payment*

RECORD KEEPING

ISSUES:

- *Improper record keeping*
- *Proof of transaction*

GOOD SUBMISSION COMPLIANCE



SUBMISSION
OF RETURN
FORM



ON-TIME SUBMISSION
(On / Before Due Date)



SUBSCRIBE FORM
(e-Filing / Subscribed Form)



COMPLETE FORM
(Complete Reporting & With Signature)

GOOD SUBMISSION COMPLIANCE

Attitude To Compliance

Have decided not to comply

Don't want to comply, but will if we pay attention

Try to but don't always succeed

Willing to do the right thing

Compliance Strategy

Investigation

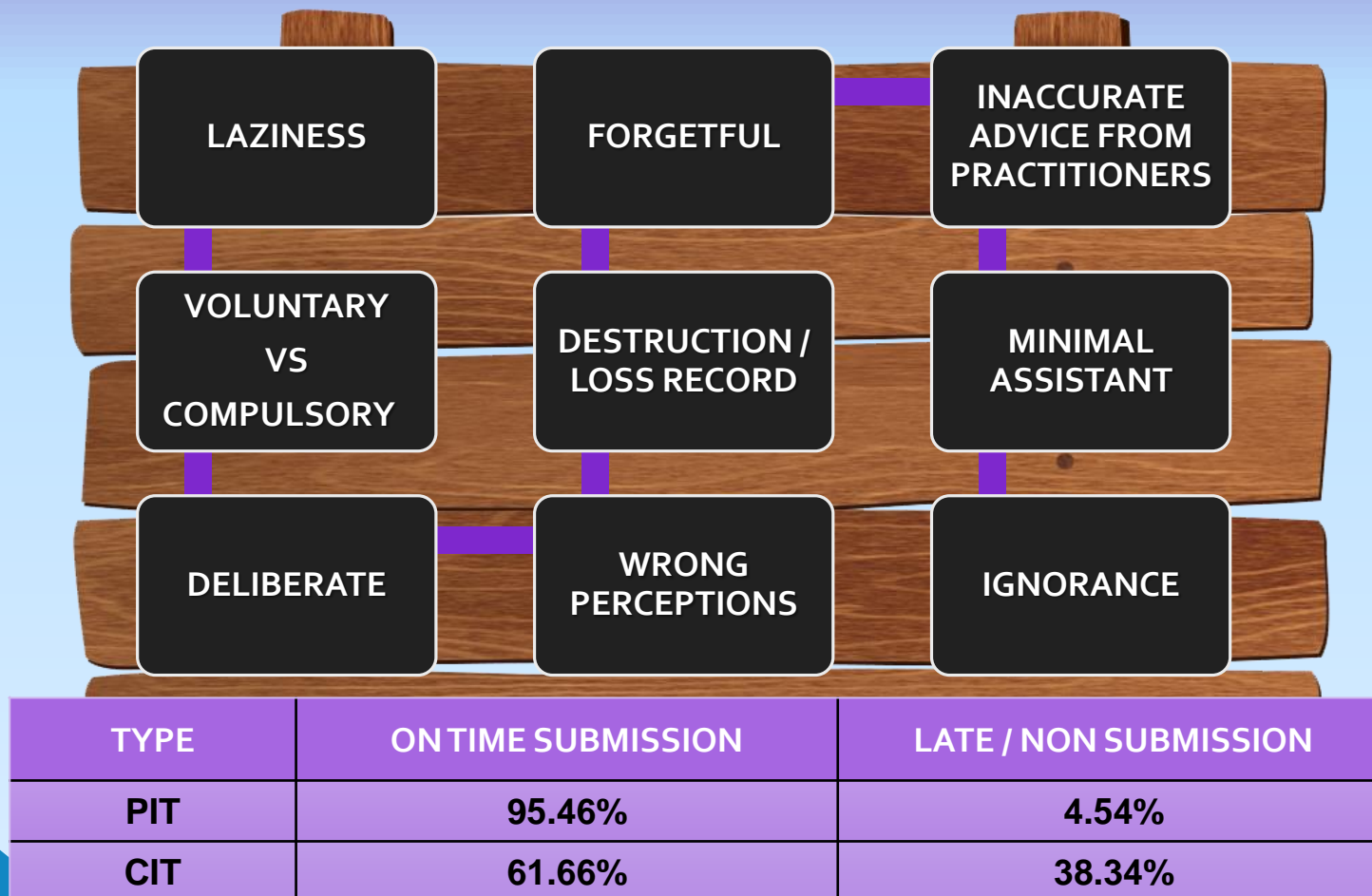
Field Audit (Focus Audit)

Desk Audit

High Compliance

Our strategies aim to create pressure down

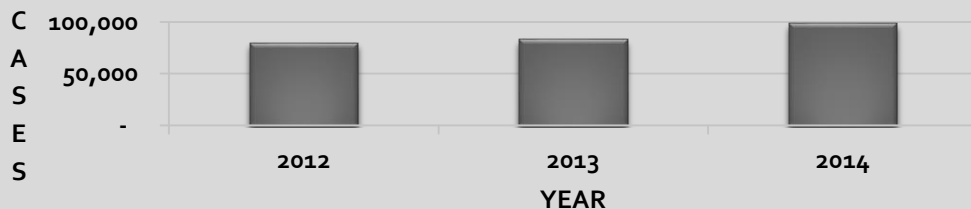
ISSUES RELATING TO SUBMISSION OF TAX RETURNS



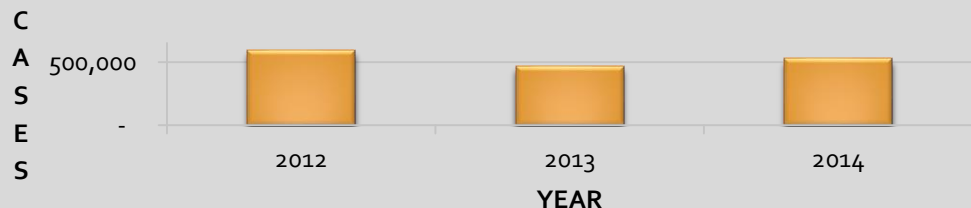
** Report based on YA2013 reporting*

REPORTING COMPLIANCE

AUDIT CASES - COMPANY



AUDITED CASES - BUSINESS



AUDITED CASES - INDIVIDUAL



YEAR	CASES (COMPANIES)
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2012	79,688
------	--------

2013	83,093
------	--------

2014	98,615
------	--------

YEAR	CASES (BUSINESS)
------	---------------------

2012	593,816
------	---------

2013	462,987
------	---------

2014	525,350
------	---------

YEAR	CASES (INDIVIDUAL)
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2012	1,261,574
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2013	1,211,840
------	-----------

2014	1,246,006
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GOOD PAYMENT COMPLIANCE

TAX
PAYMENT



On-Time
(On / Before Due Date)

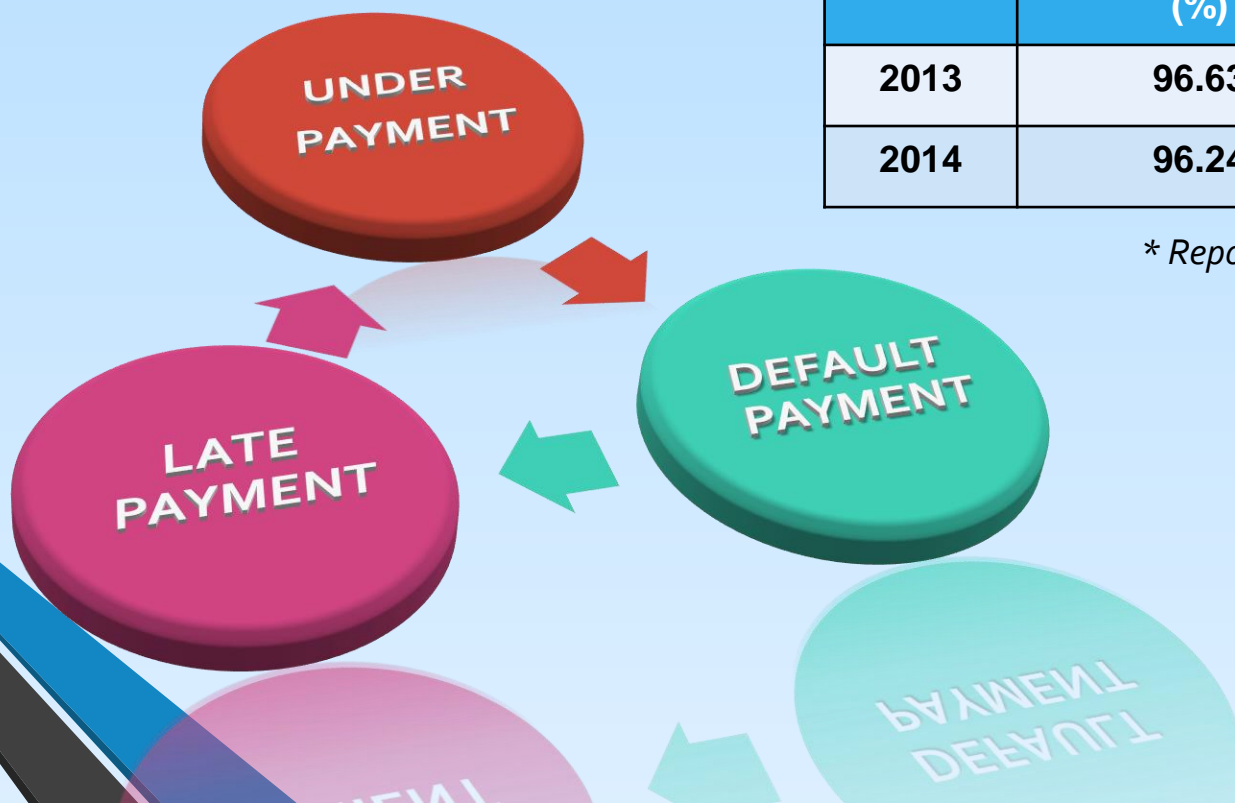


*Full payment as per self-
assessment*

PAYMENT COMPLIANCE

YEAR	ON TIME PAYMENT	LATE / NON PAYMENT
	(%)	(%)
2013	96.63	3.37
2014	96.24	3.76

** Report based on each year current debit*





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TAX CONFORMANCE

TAX COMPLIANCE vs TAX CONFORMANCE

Compliance

Timely / Due Date

Declaration

Payment

PENALTY

**Late
Submission**

Late Payment

S 112 (3) ITA

S 103 ITA

Conformance

Standard

Tax Law

Procedures

**Rules &
Regulation**

PENALTY

UNDERSTATEMENT

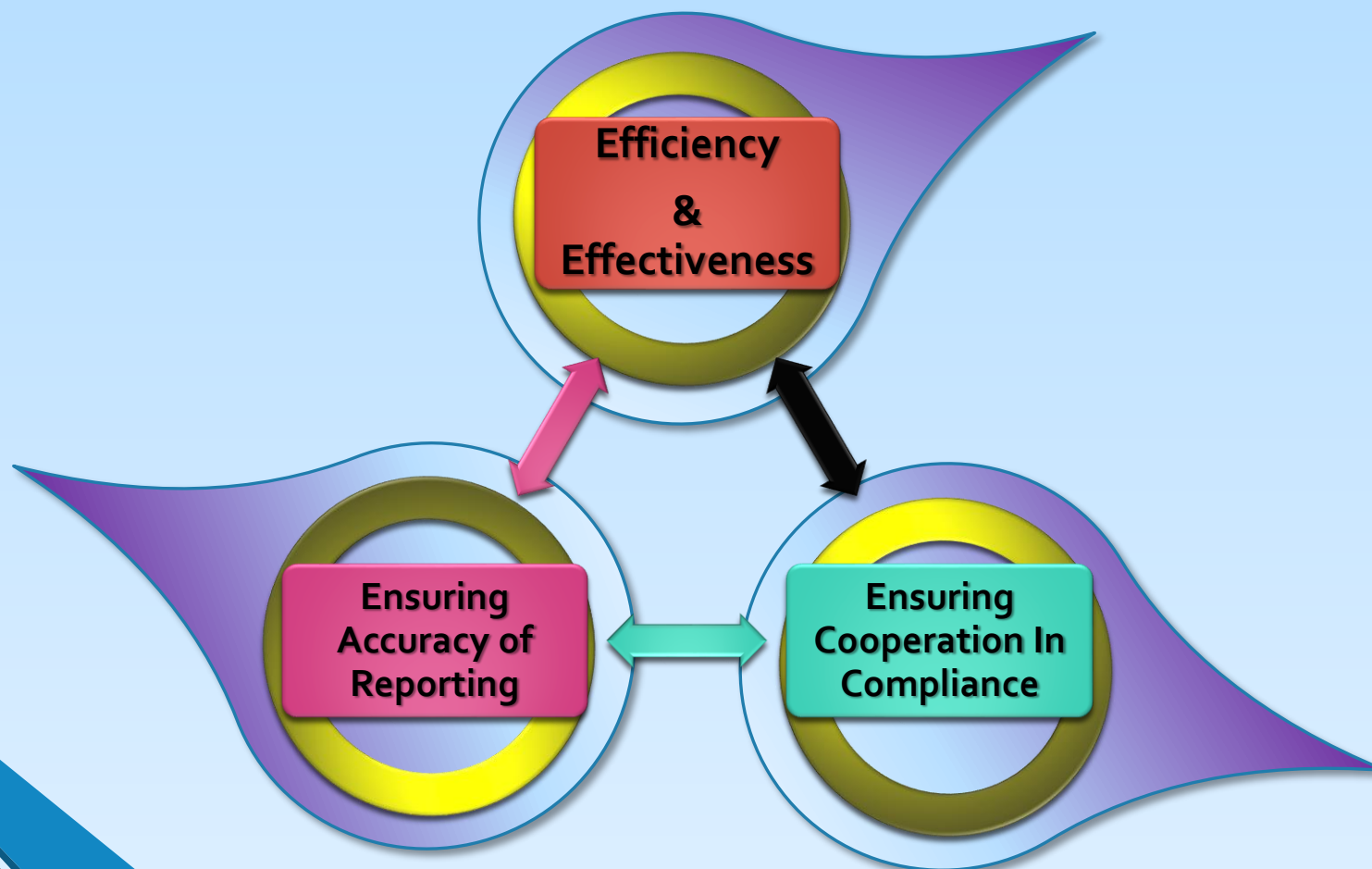
S 113 (2) ITA

INTERPRETATIONS

NARROWING THE GAP: ***LHDNM TOOLS***



NARROWING THE GAP: *3E's* CONCEPT





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CREATING HONEST TAXPAYER

ACCURATE reporting

ON TIME
PAYMENT

ON TIME
SUBMISSION

CORRECT
PAYMENT

PROPER
RECORD
KEEPING





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THANK YOU