



Announcement on CP58

- The CP58 is a statement of monetary and non-monetary incentive payment to an agent, dealer or distributor pursuant to Section 83A of the Income Tax Act 1967.
- The retrospective effect of the law has caused difficulties to many companies as their information systems may not have such information in the year 2011. The appeal has been raised by tax agents and associations representing agents, dealers or distributors . IRB has considered the appeal and a concession is given whereby CP58 does not have to be issued for the year 2011 (January 2011 – December 2011) **if the payer company has issued annual statements or any other statements to their agents, dealers or distributors where value of both monetary and non-monetary incentives for that year have been stated.**
- In the 2 separate dialogues IRB held with Chartered Tax Institute of Malaysia (CTIM) and Malaysia Direct Sales Association on 2 May 2012, same issues were raised by both organisations regarding CP58 and the introduction of new provision under section 83A. Minutes of the dialogue with CTIM will be issued in IRB's website to be accessed by the public in the near future.

Thank You.

Inland Revenue Board of Malaysia
1 June 2012