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**TECHNICAL**

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**Direct Taxation**

**[IRB Reply to CTIM's Comments on the PR No.1-2014](#)**

Further to the [e-CTIM TECH-DT 6/2014](#), please be informed that the Institute has submitted comments to the Inland Revenue Board (IRB) on the [PR No.1/2014: Withholding Tax on Special Classes of Income](#) to highlight the following issues:-

- 1) Regrossing of payment where withholding tax is borne by the payer;
- 2) Due date of withholding tax payment;
- 3) Withholding Tax on Services that generate income falling within the scope of paragraph 4A(ii);
- 4) Basis for revised assessment;
- 5) Disallowance under subsection 39(3);
- 6) Examination of transactions;
- 7) Effective date of the Public Ruling;
- 8) Late payment penalty; and
- 9) Grace period for remittance of withholding tax to the IRB.

Members may view the [IRB Reply](#) on the Institute website.

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