

TECHNICAL

Direct Tax

LHDNM FEEDBACK ON TAX IMPLICATIONS RELATED TO IMPLEMENTATION OF MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS)

Reference is made to the Discussion Papers on tax implications related to implementation of MFRS which had been submitted and presented by the Joint Tax Working Group – Financial Reporting Standards (JTWG-FRS) to the tax authorities [Ministry of Finance (MOF) and Inland Revenue Board of Malaysia (LHDNM)]. We wish to inform that LHDNM has provided feedback to MOF on several of the Discussion Papers. Last week, the JTWG-FRS received approval from MOF to disseminate LHDNM's feedback to the Institute's members upon completion of review of LHDNM's feedback by MOF. In this respect, the JTWG-FRS would like to share the feedback from LHDNM on the Discussion Papers as listed below:-

No.	Tax implications related to implementation of:	Discussion Paper (DP)	LHDNM Feedback
1	MFRS 6 : Exploration for and evaluation of mineral resources	DP – MFRS 6	Feedback – MFRS 6
2	MFRS 102 : Inventories	DP – MFRS 102	Feedback – MFRS 102
3	MFRS 116 : Property, Plant and Equipment	DP – MFRS 116	Feedback – MFRS 116
4	MFRS 117 : Leases	DP – MFRS 117	Feedback – MFRS 117
5	MFRS 119: Employee Benefits	DP – MFRS 119	Feedback – MFRS 119
6	MFRS 136 : Impairment of Assets	DP – MFRS 136	Feedback – MFRS 136
7	MFRS 138 : Intangible Assets	DP – MFRS 138	Feedback – MFRS 138
8	MFRS 139 : Financial Instruments: Recognition & Measurement (For Non-Financial Institutions)	DP – MFRS 139	Feedback – MFRS 139

The above MFRS Discussion Papers and LHDNM Feedback illustrate the issues arising and the views of the tax practitioners and the tax authorities. Members may read the MFRS Discussion Papers together with the LHDNM Feedback on the [Institute's website](#).

You may write to the Institute at technical@ctim.org.my or secretariat@ctim.org.my in respect of any suggestions, concern or comments you may have on the LHDNM Feedback.

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