



FAKULTI PENGURUSAN & INDUSTRI HALAL

PROGRAM	Diploma in Accountancy
COURSE NAME	TAXATION 2
COURSE CODE	TAX317
CREDIT HOUR	3
SYNOPSIS	This course is designed to expose students to all aspects of company taxation including determination of basis period, self-assessment system, tax liability and tax incentives available in the Promotion of Investments Act 1986 and the Income Tax Act 1967. This course also provides students with the fundamental knowledge of real property gains tax and real property company, stamp duty, withholding tax, double taxation agreement, and indirect taxes of sales tax and service tax.
COURSE STRUCTURE	
CHAPTER	TOPICS
1	Basis Period 1.1 Concepts of basis period 1.2 Determination of basis period of companies on commencement of business and change of accounting date 1.3 Computation of adjusted income/(loss) following the change of accounting date
2	Company Taxation 2.1 Determination and significance of the resident status of a company (importance of management and control) 2.2 Determination of income (revenue or capital) 2.3 Determination of expenditures (allowable expenses, specific deductions, double deductions, promotion of exports, non-allowable expenses, pre-commencement expenses, and on non-compliance with the withholding tax provisions) 2.4 Treatment of business losses (current year, brought forward and carried forward) 2.5 Treatment of capital allowances, balancing charges and balancing allowances (current year, brought forward and carried forward) 2.6 Treatment of donations made by companies 2.7 Computation of income from non-business sources, aggregate income, chargeable income and income tax payable by companies 2.8 Rates of income tax (SME and non-SME companies)
3	Self-assessment System of Companies 3.1 Concepts of self-assessment system



	<p>3.2 Determination and submission of tax estimate</p> <p>3.3 Determination and payment of monthly tax instalment</p> <p>3.4 Revision of tax estimate and its submission</p> <p>3.5 The implication of revised tax estimate on payment of monthly tax instalment</p> <p>3.6 Submission of actual tax return and payment of actual tax</p> <p>3.7 Time limits apply to the filing of returns and the making of claims</p> <p>3.8 Offences and penalties on late submission of tax estimate, actual tax return, payment of monthly tax instalment, payment of actual tax and underestimates of income tax payable</p> <p>3.9 Tax compliance on the record keeping of list of information and records by taxpayers</p> <p>3.10 Tax estimate of a newly commenced business (SME and non-SME companies)</p> <p>3.11 E-filing of tax estimate and actual tax</p>
4	<p>Tax Incentives</p> <p>4.1 Pioneer status (eligibility, determination of relief period and capital expenditures, treatment of capital allowances, computation of tax incentives and exempt income account)</p> <p>4.2 Investment tax allowance (eligibility, determination of relief period and capital expenditures, treatment of capital allowances, computation of tax incentives and exempt income account)</p> <p>4.3 Reinvestment allowance (eligibility, determination of relief period and capital expenditures, treatment of capital allowances, computation of tax incentives and exempt income account)</p>
5	<p>Withholding Tax and Double Taxation Agreement</p> <p>5.1 Concepts of withholding tax</p> <p>5.2 Scope of withholding tax</p> <p>5.3 Rates of withholding tax</p> <p>5.4 Exemptions of withholding tax</p> <p>5.5 Computation of withholding tax</p> <p>5.6 Responsibility of the payer</p> <p>5.7 Offences and penalties on non-compliance and incorrect return of withholding tax</p> <p>5.8 Double taxation agreement and its implication on withholding tax</p> <p>5.9 Concept of permanent establishment and its effect on withholding tax</p> <p>Withholding Tax and Double Taxation Agreement</p>
6	<p>Stamp Duty</p> <p>6.1 Concepts of stamp duty</p> <p>6.2 Scope of stamp duty: Fixed Duties and Ad Valorem duty</p> <p>6.3 Instruments chargeable with duty (First Schedule of Stamp Act 1949) and person liable to stamp duty (Third Schedule of Stamp Act 1949)</p>



	6.4 Exemptions and reliefs (s 15 and s 15A exemptions)
	6.5 Withdrawal of exemptions and reliefs
7	Real Property Gains Tax and Real Property Company <ul style="list-style-type: none"> 7.1 Concepts of real property gains tax 7.2 Scope of real property gains tax 7.3 Chargeable assets and chargeable person 7.4 Determination of acquisition price and disposal price 7.5 Disposal price deemed at market value 7.6 Determination of acquisition date and disposal date (with and without written agreement) 7.7 Computation of chargeable gain/(allowable loss) 7.8 Exemptions for individual (Schedule 4 exemption, private residence exemption and other exemptions applicable according to Budget announcement) 7.9 Exemptions for companies (Paragraph 17, Schedule 2, RPGT Act 1976) 7.10 Rates of RPGT for individual and companies 7.11 Computation of RPGT payable/(loss) 7.12 Intervivos gift and exception of intervivos gift: No gain no loss transaction (Paragraph 12 and Paragraph 3, Schedule 2, RPGT Act 1976) 7.13 Concepts of real property company and determination of real property company (RPC) 7.14 Computation of RPGT payable/(loss) on disposal of RPC shares and shares issued in exchange for the transfer of property 7.15 Submission of return and payment of RPGT 7.16 Offences and penalties on non-compliance of RPGT
8	Indirect Taxes – Sales Tax & Services Tax <ul style="list-style-type: none"> A Sales Tax <ul style="list-style-type: none"> 8.1 Concepts of Sales Tax Act 2018 8.2 Scope of Sales Tax 8.3 Sales Tax registration (circumstances for and implications of voluntary, compulsory and deregistration) 8.4 Responsibilities of Sales Tax registrant (tax invoice, debit and credit note, accounting for Sales Tax, submission of return, payment of tax, record keeping) 8.5 Rates of Sales Tax 8.6 Computation of Sales Tax 8.7 Offences and penalties on late registration of Sales Tax, late submission of return, incorrect return, late payment of Sales Tax B Services Tax <ul style="list-style-type: none"> 8.8 Concepts of Service Tax 2018 8.9 Scope of Service Tax 8.10 Service Tax registration (circumstances for and implications of voluntary, compulsory and deregistration) 8.11 Responsibilities of Service Tax registrant (tax invoice, debit and credit note, accounting for Service Tax, submission of return, payment of tax, record



	keeping) 8.12 Rates of Service Tax 8.13 Computation of Service Tax 8.14 Offences and penalties on late registration of Service Tax, late submission of return, incorrect return, late payment of Service Tax
References:	<ol style="list-style-type: none">1. Choong, K.W. (latest year according to recent budget announcement). <i>Malaysian Taxation: Principles and Practices (latest edition)</i>, Malaysia: InfoWorld.2. Choong, K.W. (latest year according to recent budget announcement). <i>Advanced Malaysian Taxation: Principles and Practices (latest edition)</i>, Malaysia: InfoWorld.