

▶▶ Tax Flash



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Double Deduction for Expenditure on Issuance of Agro *Sukuk*

Following the 2013 Budget Announcement, the Income Tax (Deduction for Expenditure on Issuance of Agro *Sukuk*) Rules 2013 has been gazetted to allow double deduction for expenses incurred by a resident company on issuance of Agro *Sukuk* approved or authorised by the Securities Commission under the Capital Markets and Services Act 2007.

For the purposes of the above Rules, the *Sukuk* must be issued or offered in accordance with the principles of *Musyarakah*, *Mudharabah*, *Wakalah bi al-Istithmar* and *Ijarah* whereby 70% of the proceeds raised are to be used for the purposes of funding a business in the agriculture sector (excluding working capital) and/or acquiring a business in the agriculture sector.

The above Rules shall have effect from the year of assessment ["YA"] 2013 until YA 2015.

GST – Draft Guides

The Royal Malaysian Customs has recently issued the following draft / revised draft guides on Goods and Services Tax ["GST"] to provide an understanding of GST and its implications on various businesses/matters:-

- i. General Guide (revised as at 27.10.2013)
- ii. Industry Guides
 - Guide on Repossession (draft as at 06.11.2013)
 - Guide on Auctioneer (revised as at 18.07.2013)
 - Guide on Agents (revised as at 22.07.2013)
 - Guide on Duty Free Shop (revised as at 27.10.2013)
 - Guide on Fund Management (revised as at 27.10.2013)
 - Guide on Hire Purchase and Credit Sale (revised as at 28.10.2013)
 - Guide on Insurance and *Takaful* (revised as at 28.10.2013)
 - Guide on Leasing (revised as at 28.10.2013)
 - Guide on Relief on Second-Hand Goods (Margin Scheme) (revised as at 11.11.2013)

Hyperlinks

Advent Consulting Group
Inland Revenue Board

References

Income Tax (Deduction for Expenditure on Issuance of Agro *Sukuk*) Rules 2013

General Guide
Guide on Repossession
Guide on Auctioneer
Guide on Agents
Guide on Duty Free Shop
Guide on Fund Management
Guide on Hire Purchase and Credit Sale
Guide on Insurance and *Takaful*
Guide on Leasing
Guide on Relief on Second-Hand Goods (Margin Scheme)

iii. Specific Guides

- Guide on Employee Benefits (draft as at 16.08.2013)
- Guide on Transitional Rules (draft as at 28.10.2013)
- Guide on Inland Clearance Depot (draft as at 11.11.2013)
- Guide on Supply (revised as at 25.10.2013)
- Guide on Input Tax Credit (revised as at 27.10.2013)
- Guide on Tax Invoice and Records Keeping (revised as at 28.10.2013)
- Guide on Designated Area (revised as at 11.11.2013)

Guide on Employee Benefits
Guide on Transitional Rules
Guide on Inland Clearance Depot
Guide on Supply
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Guide on Tax Invoice and Records Keeping
Guide on Designated Area

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