

# 2023 BUDGET

## TAX SNAPSHOT

### SHIPPING

- Tax incentive for ship building and ship repairing companies be extended until 31<sup>st</sup> December 2027.

### AGRICULTURE

- Tax incentive for a company engaging in agricultural based projects on Controlled Environment Agriculture.

### CORPORATES & ENTREPRENEURS

- Introduction of *Cukai Keuntungan Modal* on gain arising from disposal of unlisted shares by companies.
- Re-implementation of the Special Voluntary Disclosure Programme by the IRB and RMCD from 1<sup>st</sup> June 2023 to 31<sup>st</sup> May 2024 with 100% remission of penalty.
- Reduction of income tax rate in respect of MSME from 17% to 15% on the first RM150,000 chargeable income.

### GREEN TECHNOLOGY

- Tax incentives granted to companies undertaking Carbon Capture and Storage technology [‘CCS’] in-house activity and CCS services.

### INDUSTRIAL

- Tax incentives for manufacturers of electric vehicle charging equipment.
- Accelerated capital allowance on automation equipment.

### AIRLINE & TOURISM

- Special tax deduction for expenditure on Malaysian-made handcraft by hotel industry.
- Tax incentive for aerospace industry be extended for a period of 3 years.

### TRANSPORTATION/ LOGISTICS

- Tax deduction of up to RM300,000 allowed for rental of electric vehicle.
- Extension of tax incentive to support the development of electric vehicle.

### REAL ESTATE & PROPERTY

- 75% stamp duty exemption for purchase of a house with value between RM500,001 to RM1,000,000.
- Stamp duty exemption for transfer of property ownership by way of love and affection for the first RM1 million of the property's value and 50% stamp duty remission on the remaining property's value.

### EDUCATION

- RM10 stamp duty for educational loan / scholarship agreement to pursue education at all levels including certificate (education / skills / professionals) in any educational and training institutions.

### INDIVIDUAL / RAKYAT

- Introduction of *Cukai Barangan Mewah* on luxury goods.
- Reduction of 2% in the income tax rates for resident individuals.
- Tax relief for medical treatment expenses expanded to include the intervention expenditure for children with learning disabilities limited to RM4,000.
- Tax relief of up to RM3,000 for additional voluntary contribution of EPF.
- Exemption of import duty and sales tax on purchase of nicotine gum and nicotine patch.

### FINANCIAL INSTITUTIONS

- Full stamp duty exemption on restructuring of loan / financing agreement executed until 31<sup>st</sup> December 2024.

### BURSA / SECURITIES COMMISSION

- Tax deduction of up to RM1.5 million on the cost of listing on the ACE and LEAP Markets is extended for a period of 3 years.
- Tax deduction of up to RM1.5 million on the cost of listing on the Main Market by technology-based companies from YA 2023 to YA 2025.
- Tax deduction on the cost of issuing SRI-linked *Sukuk* that is approved / permitted / deposited with SC be given for a period of 5 years.