



MALAYSIAN INCOME TAX REPORTING SYSTEM (MITRS)

Online Platform for Electronic Submission of Tax Working Sheets

Developed According to International Standard for Sharing Business Reporting Digitally to Replace Paper-Based Reporting Based on XBRL (eXtensible Business Reporting Language) Format

Access to MITRS is Using the e-Filing Digital Certificate :

- Individual / Organizational Digital Certificate Holder
- Tax Agent

Method of Preparation and Delivery of Taxation Worksheets Through MITRS :

FILL IN THE WEB FORM

- 1 - Complete online tax-related worksheet.
- 2 - Users need to validate data online before signing and submitting.
- 3 - After validation, submission can be done using a digital certificate.
- 4 - The system will generate a QR code as proof of receipt.

IMPORT INSTANCE

Download the HASiL Taxonomy file and generate an instance using two (2) methods :

- 1 - XBRL Tools, or
- 2 - Special in-house developed software
- 3 - Upload the instance into MITRS.
- 4 - Users need to validate data online before signing and submitting.
- 5 - After validation, submission can be done using a digital certificate.
- 6 - The system will generate a QR code as proof of receipt.

1. CAPITAL ALLOWANCE

No deduction is allowed for expenses incurred on assets or assets' depreciation. In determining the adjusted income of a business, no deduction is allowed for expenses incurred on assets or depreciation of assets.

Tax deduction is given in the form of Capital Allowance (CA) in lieu of depreciation expense for the purchase of assets used in the business, in determining the statutory income for a business source. CA is only given to a person who incurs allowable expenditure on assets used for his business purposes as provided under Schedule 3 of the Income Tax Act (ITA) 1967 and is only given a deduction if claimed.

CA is given in the form of Initial Allowance and Annual Allowance.

Further information regarding CA and related allowances can be referred to the HASiL Official Portal : www.hasil.gov.my > Legislation > Public Ruling :

- 1 - No. 5/2014 : Ownership and Use Of Asset For The Purpose Of Claiming Capital Allowances
- 2 - No. 12/2014 : Qualifying Plant and Machinery For Claiming Capital Allowances
- 3 - No. 6/2015 : Qualifying Expenditure And Computation Of Capital Allowances

2. e-PELARIAN CUKAI (TAX EVASION SYSTEM)

The e-Pelarian Cukai system is a platform for the public to lodge complaints about tax evasion against individuals or companies that committing the offense of tax evasion.

e-Pelarian Cukai is also one of HASiL's measures to encourage the involvement of the public in combating tax evasion through a more systematic and rapid distribution of information. It can be accessed via following link :

<https://epelariancukai.hasil.gov.my/taxevasion/aduan>.

There are several categories of tax evasion that have been set to facilitate reporting, namely:

- 1 - Under-reported / non-reported sales,
- 2 - Over-purchase claim / fake,
- 3 - False/over-claimed / private expenses,
- 4 - High assets / property,
- 5 - Not submitting Income Tax Return Form / Non-compliant; and
- 6 - Tax technical issues.

The information received and the whistle-blowers' identity are classified as CONFIDENTIAL under Section 138, ACP 1967.

3. NATIONAL TAX SEMINAR 2023

HASiL will organize the 2023 National Tax Seminar (SPK) on 18th and 19th October 2023.

This annual event is a medium for all taxation practitioners including Malaysians who want to know more about the latest information and hear comments from taxation experts on interesting topics such as the following :

TOPIC 1 : Budget 2024 Proposal

TOPIC 2 : Implementation of e-Invoicing in Malaysia: Mechanism and Benefits to the Citizen

Seminar registration can be made via <https://spk.hasil.gov.my/> from 18th August 2023 until 14th October 2023.

4. SVDP 2.0 INFO : WHO IS NOT ELIGIBLE ?

SVDP 2.0 does not apply to voluntary disclosures involving cases where :

- 1 - Audit action taken on taxpayers has commenced for the year(s) of assessment involved;
- 2 - Non-taxable, reduced assessment or tax repayment except for transfer pricing cases; or
- 3 - Investigation action has been initiated or prosecution proceedings following a criminal investigation have been filed in court based on the provisions under ITA 1967, RPGTA 1976, SA 1949 or the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001.

Further information on SVDP 2.0 can be obtained from HASiL Official Portal, www.hasil.gov.my under Top Pages menu.

BEWARE OF SCAMMERS :

ALWAYS BE AWARE OF THE NOTICES AND ANNOUNCEMENTS PROVIDED BY AUTHORITIES TO KNOW THE LATEST MODES OF OPERATION USED BY SCAMMERS.

BE CAREFUL AND DON'T BE FOOLED.

THE MANDATORY IMPLEMENTATION OF e-SERVICES IN STAGES

In line with system transformation and digitization of tax services and the commitment to improve customer service, HASiL will mandate the use of electronic services (e-Services) via MyTax Portal effective from 1st January 2024.

The first phase of e-services implementation commencing on 1st September 2023 will be a preparation beforehand the full implementation by 2024.

Full information please log on to HASiL Official Portal at www.hasil.gov.my.