

**FINAL LEVEL
ADVANCE TAXATION 1**

OBJECTIVE:

To examine the application of advanced aspects of Malaysian taxation and real property gains tax.

CONTENTS:

(A) Specialized Industry

1. Banking industry
2. Insurance industry
3. Sea and air transport undertaking

(B) Leasing

1. Legislation
2. Meaning of 'lease'
3. Leasing as a separate source of income (Regulation 2)
4. Gross income of lessor
5. Tax implication
6. Accounting treatment
7. Allocation of expenses between leasing and non-leasing business
8. Cross border leasing

(C) Co-operative societies

1. Exemption for co-operative societies Para 12, Schedule 6
2. Assessability of receipts
3. Special deductions

(D) Trade association and clubs

1. Definition
2. Residence status
3. Assessability of gross income
4. Deduction test
5. Income tax exemption
6. Trade union
7. Tax administration
8. Tax treatment
9. Exemption

(E) Charitable institutions

1. Legislation
2. Approved institution/ organization status
3. Tax treatment
4. Tax rate

(F) Trust

1. Trust bodies
2. Settlements
3. Estates
4. Unit trust
5. Real Estate Investment Trust (REIT)
6. Business Trusts

(G) Investment Incentives

1. Pioneer Status
2. Investment Tax Allowance
3. Reinvestment Allowance
4. Choice of incentives

(H) Real Property Gains Tax

1. Principles and scope of charge
2. Chargeable assets and persons
3. Exemptions
4. Computation of chargeable gains and allowable losses
5. Tax rates
6. Returns and assessments
7. Payment and recovery of tax
8. Real property company (RPC)

(I) Property Developers

1. Commencement date
2. Pre-commencement expenses
3. Revenue recognition
4. Treatment of expenses
5. Stock withdrawal for own use
6. Transfers of assets into trading stock
7. Disposal of real property – whether carrying on a business

(J) Investment Holding Company (IHC)

1. Definition
2. Listed & unlisted
3. Tax treatment

READING LIST - ADVANCE TAXATION 1

1. Jeyapalan Kasipillai. **A Guide to Malaysian Taxation.** (Latest edition)
2. Jeyapalan Kasipillai. **A Guide to Advanced Malaysian Taxation.** (Latest edition)
3. Choong Kwai Fatt. **Malaysian Taxation Principles & Practice.** (Latest edition)
4. Choong Kwai Fatt. **Advanced Malaysian Taxation Principles & Practice.** (Latest edition)
5. Veerinderjeet Singh. **Veerinder on Taxation.** (Latest edition)
6. CCH Tax Editors. **Malaysian Master Tax Guide.** (Latest edition)
7. **Income Tax Act 1967** (Latest Reprint).
8. **Public Rulings** and **Operational Guidelines** (Latest Reprint)
9. **Tax Guardian**, Journal of the Chartered Tax Institute of Malaysia
10. **Budget Commentary & Tax Information** by CTIM-MIA-MICPA