

## **TAX RATES AND ALLOWANCES**

The following tax rates, allowances and values are to be used in answering the questions:

### **Income tax rates**

#### **Resident individuals**

Chargeable income	RM	RM	Rate %	Cumulative tax RM
First	5,000	(0 – 5,000)	0	0
Next	15,000	(5,001 – 20,000)	1	150
Next	15,000	(20,001 – 35,000)	3	600
Next	15,000	(35,001 – 50,000)	6	1,500
Next	20,000	(50,001 – 70,000)	11	3,700
Next	30,000	(70,001 – 100,000)	19	9,400
Next	300,000	(100,001 – 400,000)	25	84,400
Next	200,000	(400,001 – 600,000)	26	136,400
Next	1,400,000	(600,001 – 2,000,000)	28	528,400
Exceeding	2,000,000		30	

#### **Resident company – Paid up ordinary share capital**

	First RM150,000	Next RM450,000	Excess over RM600,000
RM2,500,000 or less	15%	17%	24%
More than RM2,500,000	24%	24%	24%

#### **Non-residents**

Company	24%
Individual	30%

## Personal reliefs

	<b>RM</b>
Self	9,000
Disabled self, additional	7,000
Medical expenses expended on parents or grandparents (maximum)	8,000
Medical expenses expended on self, spouse or child with serious disease and for fertility treatment, including up to RM1,000 for medical examination and RM1,000 for vaccination, up to RM1,000 for dental examination/treatment, up to RM4,000 for child with learning disability (maximum)	10,000
Basic supporting equipment for disabled self, spouse, child or parent (maximum)	6,000
Study course fees for skills or qualifications, including up to RM2,000 for upskilling and self-enhancement courses (maximum)	7,000
Lifestyle allowance (maximum)	2,500
Additional lifestyle allowance for sports related items (maximum)	1,000
Spouse relief	4,000
Disabled spouse, additional	6,000
Child – basic rate (each)	2,000
Child – higher rate (each)	8,000
Disabled child (each)	8,000
Disabled child, additional (each)	8,000
Childcare (below six years old) (maximum)	3,000
Breastfeeding equipment (maximum)	1,000
Life insurance premiums (maximum)	3,000
Contributions to approved funds (maximum)	4,000
Private retirement scheme contributions, deferred annuity premiums (maximum)	3,000
Medical and/or education insurance premiums for self, spouse or child (maximum)	4,000
Contribution to Social Security Organisation (SOC SO) (maximum)	350
Payment for use of electric vehicle charging facility for non-business use (maximum)	2,500
Deposit for a child into the National Education Savings Scheme (maximum)	8,000

## Rebates

<b>Chargeable income not exceeding RM35,000</b>	<b>RM</b>
Individual – basic rate	400
Individual entitled to a deduction in respect of a spouse or a former wife	800

## Value of benefits in kind

### Car and fuel scale

Cost of motor car (when new) RM	Prescribed annual value of private usage of motor car RM	Prescribed annual value of private petrol RM
Up to 50,000	1,200	600
50,001 to 75,000	2,400	900
75,001 to 100,000	3,600	1,200
100,001 to 150,000	5,000	1,500
150,001 to 200,000	7,000	1,800
200,001 to 250,000	9,000	2,100
250,001 to 350,000	15,000	2,400
350,001 to 500,000	21,250	2,700
500,001 and above	25,000	3,000

The value of the motor car benefit equal to half the prescribed annual value (above) is taken if the motor car provided is more than five (5) years old

Where a driver is provided by the employer, the value of the benefit is fixed at RM600 per month

### Other benefits

	RM per month
Household furnishings, apparatus and appliances:	
Semi-furnished with furniture in the lounge, dining room, or bedroom	70
Semi-furnished with furniture as above plus air-conditioners and/or curtains and carpets	140
Fully furnished premises	280
Domestic help	400
Gardener	300

### Capital allowances

	Initial allowance (IA) Rate %	Annual allowance (AA) Rate %
Industrial buildings	10	3
Plant and machinery – general	20	14
Motor vehicles and heavy machinery	20	20
Office equipment, furniture and fittings	20	10
Computers	40	20

## Real property gains tax

	Company incorporated in Malaysia; Trustee of a Trust; Body of persons*	A disposer who is not a citizen and not a permanent resident or an executor of the estate of a deceased person who is not a citizen and not a permanent resident, or a company not incorporated in Malaysia**	All other persons
Category of disposal	Rate %	Rate %	Rate %
Disposal within three years after the date of acquisition	30	30	30
Disposal in the fourth year after the date of acquisition	20	30	20
Disposal in the fifth year after the date of acquisition	15	30	15
Disposal in the sixth year after the date of acquisition or thereafter	10	10	0

\* The legislation relating to trusts and bodies of persons is not examinable in FTX-MYS.

\*\* The legislation relating to executors is not examinable in FTX-MYS.

## Sales and service tax

Sales tax rate	5%/10%
Service tax rate	6%/8%

## Withholding tax on payments to non-resident persons

	Rate %
Interest	15
Royalty	10
Services under a contract	10 + 3
Fee for service, advice, assistance (s.4A)	10
Rent of movable property	10
Other income [s.4(f)]	10