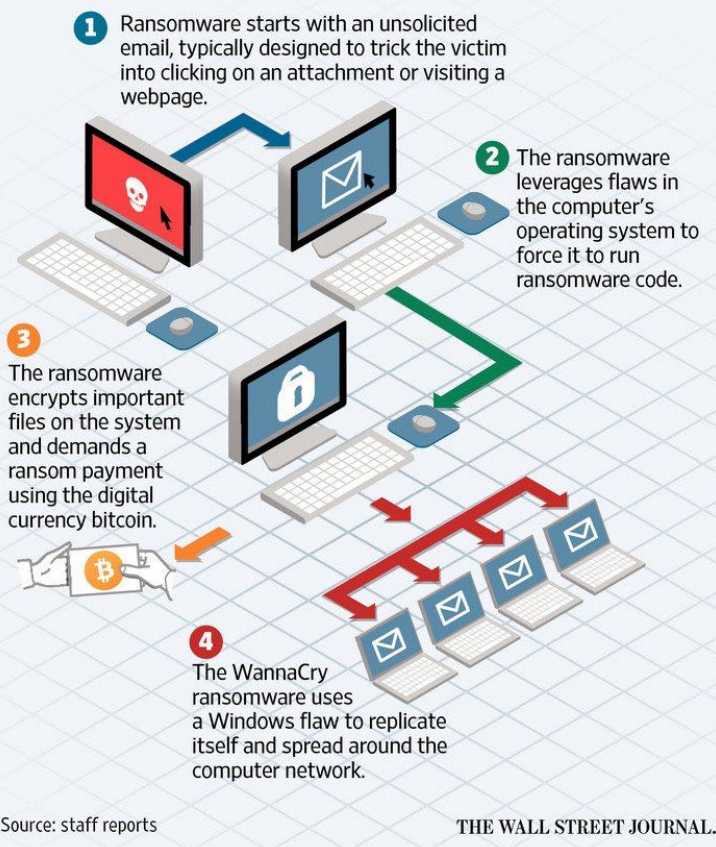




TAX HIGHLIGHT - APRIL 17

LARGEST CYBER ATTACK! FEEL “WANNA CRY”?

How Ransomware Works



WannaCry, a Windows based ransomware attack has continued to spread, impacting over 10,000 organisations, 200,000 individuals over 150 countries, including Malaysia. Affected companies including banking sectors, commercials, IT companies etc.

Files of the infected around the world are encrypted and users demanded to pay a ransom of USD 300 in bitcoins (approximately RM1,700).

We understand how important these data to you, especially your **SQL, Payroll and Financial data**. We urge you to look into the measures below to get yourself protected:-

- Make sure your **Windows** is up to date.
- Make sure your **Anti Virus** is up to date.
- Backup** important files to external hard drive / pen drive.
- Never click** on any unidentified / unknown links, sites or emails.
- Check out professional **Measures and Information**.



Our SQL Financial Accounting, SQL Payroll and many other accounting software in the market are built on a Windows platform, which posted a risk of infection. Please be guided accordingly.

Income Tax (Deduction For Expenditure in Relation to Vendor Development Programme) (Amendment) Rules 2017

In conjunction to Budget 2017, double deduction for expenditure up to RM300,000 per annum incurred by anchor companies in implementing Vendor Development Programme (VDP) to develop local vendors, is extended to 31 December 2020. Previously 31 December 2016.

Loans Guarantee (Bodies Corporate) (Remission of Tax and Stamp Duty) Order 2017

Any tax payable and stamp duty shall be remitted in full by the following individual or entity in respect of any money payable under any agreement, note, instrument and document in relation to the product and guarantee:-

- a. National Savings Bank to which the Act applies by virtue of the Loans Guarantee
- b. Any holder of Medium Term Notes or Islamic Medium Term Notes
- c. Any other party to any agreement, note, instrument and document in relation to the Medium Term Notes Programme, Islamic Medium Term Notes Programme or the guarantee provided or to be provided by the Government of Malaysia.

Income Tax (Exemption) (No.2) Order 2017

In conjunction to Budget 2017, reduction of tax rate between 1 to 4 percent for companies with significant increase in taxable income for YA 2017 and YA 2018 has been gazatte: -

- 1% for increase in chargeable income between 5% to 9.99%;
- 2% for increase in chargeable income between 10% to 14.99%;
- 3% for increase in chargeable income between 15% to below 19.99%; and
- 4% for increase in chargeable income of 20% and above.

The Order explains the qualifying person and the formula for ascertaining the percentage of increase and amount of chargeable income that is exempted.

REMISSION OF PENALTY UNDER S.62(2) OF GST ACT 2014

Registered who have been imposed late payment penalty may appeal by submitting an application for remission to the controlling station. Application shall be attached with original payment slip or receipt of patent for online transaction as a proof.

GST Guide on Islamic Banking (as at 26 April 2017)

The Guide on Islamic Banking revised as at 7 January 2016 is withdrawn and replaced. Please be guided accordingly.

This highlight is provided gratuitously and without liability. It is intended as a general guide only. Readers should seek appropriate professional advice regarding any particular problems they encounter. Accordingly, Wanconnect Advisory PLT assumes no responsibility for any errors or omissions it may contain, whether caused by negligence or otherwise, or any losses, however caused, sustained by any person that relies on it. For further information, clarification or advice on any of the contents stated herein, please feel free to contact our team.