

SPECIAL VOLUNTARY DISCLOSURE PROGRAMME 2.0 (“SVDP 2.0”)

The Inland Revenue Board (“IRB”) has taken a significant step by reintroducing SVDP 2.0 as an initiative to support the tax administration’s pillars of sustainability in line with the concept of Malaysia MADANI. This initiative is expected to provide taxpayers with the opportunity to meet their tax obligations and foster transparency and fairness in the tax system.

Below are the key aspects of the SVDP 2.0.

When is the implementation period?

6 June 2023 to 31 May 2024

What is the penalty rate / surcharge?

0%

Who is eligible?

- New taxpayers.
- Existing taxpayers.
- Taxpayers who have disposed of assets.
- Taxpayers who have executed instruments which are not duly stamped.

Who is NOT eligible?

- Cases where tax audit or tax investigation have been initiated by the IRB.
- Taxpayers with non-taxable, reduced assessment or tax repayment cases (except for those of transfer pricing).

What are the taxes covered?

- Income Tax
- Real Property Gains Tax (“RPGT”)
- Stamp Duty

What are periods covered?

Income Tax	New taxpayer – Year of Assessment (“YA”) 2022 and before Existing taxpayer – YA 2021 and before
RPGT	Disposal of assets in YA 2022 and before
Stamp duty	Instruments executed on or before 1 May 2023

How to submit?

Income Tax and RPGT	<ul style="list-style-type: none"> • Online submission of the income tax return and RPGT return forms, the SVDP 2.0 Additional Income Reporting form and the tax computation via the MyTax Portal; or • Manual submission of the income tax return and RPGT return forms, tax computation and the SVDP 2.0 Additional Income Reporting form.
Transfer Pricing	Manual submission of the completed Voluntary Disclosure Form For Transfer Pricing case (together with attachment)
Stamp duty	Submit the documents / agreements for stamping online through the STAMPs service on the MyTax Portal.

What is the processing time?

- Within 14 working days (for non-transfer pricing cases) from the receipt of completed application.
- Within 30 working days (for transfer pricing cases) from the receipt of completed application.

When is payment due?

Income Tax and RPGT	<ul style="list-style-type: none"> • A lump sum payment within 30 days from the date of notice; or • In instalments based on the agreed instalment payment arrangements. Instalment payment is allowed to be made until 31 May 2024 without having to submit supporting documents. <p>In the event of default, late payment penalty on the unpaid amount may be imposed and legal action may be taken against the taxpayer. The IRB may also initiate an audit or investigation in the future for the YAs where the voluntary disclosure has been made.</p>
Stamp duty	Within the stipulated period allowed in the Penalty Appeal Approval Letter.