

CO-OPERATIVE TAX



LHDNM-R/013/10

Together We Develop The Nation

Sir, i want to register my School Co-operative...



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Caw. Bintulu

Introduction

- Co-operative society registered under the Co-operative Act 1993 (Act 502)
- The treatment of tax for Co-operative society is subject to ITA 1967
- Co-operative tax is charged to resident Co-operative society receiving income in Malaysia

Exemption of Co-operative Tax

- The first 5 years from the co-operative registration date and
- After the end of the 5th year (first day of the 6th year), if members' funds is less than RM750,000

Responsibility Of Co-operative

1. Furnish the estimated tax payable (CP204) via e-Filing (e-CP204) or to LHDNM Processing Centre
 - New Co-operative : 3 months from the date of operation
 - Existing Co-operative : 30 days before the beginning of new basis year
2. Pay the estimated of tax payable by using CP 207 On/before the 10th day of every month
 - New Co-operative : from the 6th month of the basis period
 - Existing Co-operative : from the 2nd month of the basis period
3. Furnish Form C1 to LHDNM Processing Centre (Declare income and calculate tax payable)
4. Furnish Form R (Statement of Revised 108 Balance) via e-Filing (e-R) or to LHDNM Processing Centre
5. Pay balance of tax payable (if any) by using CP207
6. Keep record and account book for 7 years

Responsibility Of LHDNM

Ensure the income is properly declared under the provision of Income Tax Act 1967 through :

- Field Audit : carry out audit work at taxpayer's business premise
- Desk Audit : carry out audit work at LHDNM's office

Co-operation Tax Rate

YEAR OF ASSESMENT	2008	2009	2010
TAXABLE INCOME	(%)	(%)	(%)
1-20,000	0	0	0
20,001 - 30,000	3	2	2
30,001 - 40,000	6	6	6
40,001 - 50,000	9	9	9
50,001 - 75,000	12	12	12
75,001 - 100,000	16	16	16
100,001 - 150,000	20	20	20
150,001 - 250,000	23	23	23
250,001 - 500,000	26	26	26
> 500,000	28	27	26

The Person Responsible

- Directors of the co-operative
- Secretary of the co-operative
- Manager or the principal officer
- Anybody who performs any of the above functions

Newly operated/formed co-operative is required to register at LHDNM Branch

Co-operative Tax Payment Facilities

- LHDNM payment counter
- CIMB Bank
- Public Bank
- Maybank
- EON Bank
- e-Bayaran at LHDNM website: www.hasil.gov.my

www.hasil.gov.my

1-300-88-3010

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