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# CO-OPERATIVE TAX

[www.hasil.gov.my](http://www.hasil.gov.my)

Lembaga Hasil Dalam Negeri Malaysia

**1-300-88-3010**

## Introduction

- A Co-operative society registered under the Co-operative Act 1993 (Act 502)
- A Co-operative society are subject to tax under ITA 1967
- The income of a Co-operative society received in Malaysia from outside Malaysia is chargeable to tax

## Responsibility of Co-operative

- Furnish the estimated tax payable via e-Filing (e-CP204) or Form CP204 to LHDNM Processing Centre manually
  - ✓ New Co-operative society: 3 months from the date of operation
  - ✓ Existing Co-operative society : 30 days before the beginning of new basis period
- Pay the estimated of tax payable by using CP 207 on/before the 10th day of every month
  - ✓ New Co-operative society : from the 8th month of the basis period
  - ✓ Existing Co-operative society : from the 2nd month of the basis period
- Furnish Form C1 to LHDNM Processing Centre
- Pay balance of tax payable (if any) by using CP207
- Keep records and account books for 7 years

## Criminal Offence

- Failure to declare income within the stipulated period and failure to declare the correct amount of income (false declaration)

## Payment Services At LHDNM Bank Agent (Other Than LHDNM Payment Counter )

BIL	JENIS PERKHIDMATAN	CIMB BANK	PUBLIC BANK	MAYBANK	HONG LEONG	CITIBANK	POS MALAYSIA	AFFIN BANK
1	BANK COUNTER	✓	✓	✓	✓	-	✓	✓
2	INTERNET IBANKING	✓	✓	✓	✓	✓	✓	-

e-Bayaran at LHDNM Website:  
[www.hasil.gov.my](http://www.hasil.gov.my)

## Exemption of Tax

- For first 5 years from the date of registration date and
- After the end of the 5th year, if members' funds is less than RM750,000

## Co-operative Tax Rate

YEAR OF ASSESMENT TAXABLE INCOME (RM)	2010 (%)	2011 (%)
1 - 20,000	0	0
20,001 - 30,000	2	2
30,001 - 40,000	6	6
40,001 - 50,000	9	9
50,001 - 75,000	12	12
75,001 - 100,000	16	16
100,001 - 150,000	20	20
150,001 - 250,000	23	23
250,001 - 500,000	26	26
> 500,000	26	26

## The Person Responsible

- Chairman of the Co-operative society
- Secretary of the Co-operative society
- Treasurer of the Co-operative society
- Anyone who performs any of the above functions

A newly formed Co-operative society is required to register with the LHDNM Branch

## Civil offence

- Failure to pay income tax within the stipulated period

## Disclaimer

This leaflet is issued for general information only. It does not contain final advice or complete information pertaining to a particular topic and should not be used as legal reference.