

YOU ARE THE NATION'S HERO



CO-OPERATIVE TAX

Introduction

- A Co-operative society registered under the Co-operative Act 1993 (Act 502)
- A Co-operative society is 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 manually via e-Filing (e-CP204) or Form CP204 to LHDNM Processing Centre
 - 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 tax payable using CP 207 on/before the 10th day of every month
 - New Co-operative society: from the 6th 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 accounts for 7 years

Criminal Offence

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

Payment Services At LHDNM's Bank Agents

Type of Service	CIMB BANK	PUBLIC BANK	MAYBANK	HONG LEONG	CITIBANK	POS MALAYSIA	AFFIN BANK
Bank Counter	√	√	√	-	-	√	√
Internet Banking	-	√	√	√	√	√	-

Exemption of Tax

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

Co-operative Tax Rate

Year of Assessment Taxable Income (RM)	2012 (%)
1 - 20,000	0
20,001 - 30,000	2
30,001 - 40,000	6
40,001 - 50,000	9
50,001 - 75,000	12
75,001 - 100,000	16
100,001 - 150,000	20
150,001 - 250,000	23
250,001 - 500,000	26
> 500,000	26

Persons 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

Civil Offence

Failure to pay income tax within the stipulated period

HASIL Your Feel Good Partner

2013

www.facebook.com/Lembaga-Hasil-Dalam-Negeri

www.twitter.com/LHDNM

www.hasil.gov.my
1-800-88-5436 (LHDN)

e-Bayaran at LHDNM's Portal:
www.hasil.gov.my

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 a legal reference.