

INDIVIDUAL TAX COMPUTATION



YEAR OF ASSESSMENT 2014



www.hasil.gov.my

LEMBAGA HASIL DALAM NEGERI MALAYSIA

TAX COMPUTATION

Under the Self Assessment System, an individual is required to compute his own tax

EXAMPLE : SINGLE INDIVIDUAL (Mr. Aidil's Information)

Mr. Aidil, works in Company XY Sdn. Bhd. His income for 2014 :

	RM	RM
1. EMPLOYMENT INCOME		
Salary		54,000
Bonus		4,500
Commission		9,000
Monthly Tax Deduction (MTD)		1,200
2. RENTAL INCOME		
Rental received		7,200
Expenses:		
Assessment		320
* Penalty for late payment of assessment		32
Bank Loan (including interest RM2,136)		10,620
Repair of roof		500
Mr. Aidil claims the following expenses:		
EPF	6,435	
Medical insurance premium	2,640	
Approved donation	1,000	
Books and magazines	560	
Zakat	1,575	

	RM	RM	RM
TAX COMPUTATION FOR MR. AIDIL			
1. EMPLOYMENT			
Salary		54,000	
Bonus		4,500	
Commission		9,000	
Gross employment income		67,500	
2. RENTAL INCOME			
Gross Rental		7,200	
Less: Assessment	320		
Loan interest	2,136		
Repair of roof	500		
		2,956	
Adjusted rental income		4,244	
* Disallowable expenses			
3. Employment Income			
Rental		4,244	
Aggregate income		71,744	
Less : Donation		1,000	
Total Income			70,744
Less : Individual & dependent relatives		9,000	
Books and magazines		560	
EPF (restricted)		6,000	
Medical insurance premium		2,640	
		18,200	
CHARGEABLE INCOME			52,544

	RM	RM
MR. AIDIL'S TAX LIABILITY		
Tax on first 50,000		2,850.00
Tax on the balance 2,544 @ 19%		483.36
Tax charged		3,333.36
Less : Zakat		1,575.00
TAX PAYABLE		1,758.36
Less : Monthly Tax Deduction (MTD)		1,200.00
BALANCE OF TAX PAYABLE		558.36

EXAMPLE: MARRIED INDIVIDUAL (Mr. Sayuti & Wife's Information)

Mr. Sayuthi and his wife are both employed by Company ZYX Sdn. Bhd. Their income for 2014 as follows :

	Mr. Sayuti (RM)	Wife (RM)
Salary	67,200	42,000
Dividend (Gross)	0	3,000
Monthly Tax Deduction (MTD)	1,000	0

Additional information :

- Mr. Sayuthi is a part time news presenter and received a salary of RM24,000 in 2014
- Mr. Sayuthi and his wife have four (4) unmarried children:
 - First child studying at a local university
 - Second child is studying at a university abroad
 - Third and fourth child are still schooling
- Mr. Sayuthi's wife is a disabled individual and claims relief for the third and fourth child

b) Mr. Sayuthi and his wife claimed the following expenses :

ITEMS	MR SAYUTHI (RM)	WIFE (RM)
EPF	10,032	4,620
Parents medical expenses	5,320	0
Full medical check up	520	450
Sports equipment	770	0
Life insurance premium	2,480	1,260
Education insurance premium	2,400	0
Education fees	3,500	0

TAX COMPUTATION MR. SAYUTHI AND HIS WIFE (SEPARATE ASSESSMENT)

MR. SAYUTHI		
Employment		RM 67,200
Income as a part time news presenter		RM 24,000
TOTAL INCOME		RM 91,200
Less :		
Individual and dependent relatives		RM 9,000
Parents medical bill (restricted)		RM 5,000
Full medical check-up (restricted)		RM 500
Sports equipment (restricted)		RM 300
Children (6,000 X 2)		RM 12,000
EPF & life insurance		RM 6,000
Education fees		RM 3,500
Education insurance premium		RM 2,400
CHARGEABLE INCOME		RM 52,500

MR. SAYUTHI'S TAX LIABILITY	
Tax on first 50,000	RM 2,850.00
Tax on next 2,500 @ 19%	RM 475.00
Tax Charge	RM 3,325.00
Less : Monthly Tax Deduction (MTD)	RM 1,000.00
BALANCE OF TAX PAYABLE	RM 2,325.00

MR. SAYUTHI'S WIFE	
Employment	RM 42,000
Dividend (gross)	RM 3,000
TOTAL INCOME	RM 45,000
Less :	
Individual and dependent relatives	RM 9,000
Disabled individual (additional)	RM 6,000
Full medical check-up	RM 450
Children (1,000 X 2)	RM 2,000
EPF & life insurance premium	RM 5,880
CHARGEABLE INCOME	RM 21,670

WIFE'S TAX LIABILITY	
Tax on first 20,000	RM 300.00
Tax on next 1,670 @ 6%	RM 100.00
Tax charged	RM 400.20
Less : Robate	RM 400.00
TAX PAYABLE	RM 00.20
Less : Tax on dividend (25%x3000)	RM 750.00
TAX REPAYMENT	RM 749.80

INDIVIDUAL TAX COMPUTATION