

November 2023

Tax Update: e-Invoice

GLOSSARY

| Abbreviation / Acronym | Description |
|------------------------|--|
| MIRB | Malaysian Inland Revenue Board |
| Guideline 2.0 | E-Invoice Guideline (Version 2.0) dated 29 September 2023 |
| Guideline 2.1 | E-Invoice Guideline (Version 2.1) dated 28 October 2023 |
| Specific Guideline 1.0 | E-Invoice Specific Guideline (Version 1.0) dated 29 September 2023 |
| Specific Guideline 1.1 | E-Invoice Specific Guideline (Version 1.1) dated 28 October 2023 |

Post Budget 2024, the MIRB published the following Guidelines in relation to e-Invoice on 28 October 2023:-



Guideline 2.1 to
replace Guideline 2.0



Specific Guideline 1.1 to replace
Specific Guideline 1.0

Taxpayers can now access and download the above via MIRB's website:



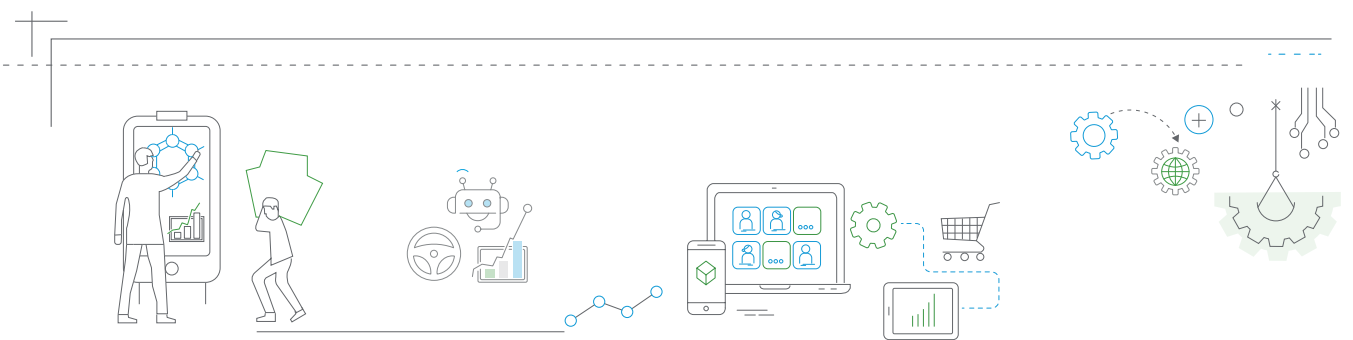
[https://www.hasil.gov.my/en/e-invoice/
e-invoice-guideline-and-catalogue/](https://www.hasil.gov.my/en/e-invoice/e-invoice-guideline-and-catalogue/)

To recap, during Budget 2024, it was proposed that the implementation timeline of e-Invoicing be deferred to 1 August 2024. Please refer to our earlier newsletter dated 24 October 2023 for further details (Guideline 2.0).



Based on Guideline 2.1, the implementation timeline has been **updated** as follows:-

| Targeted Taxpayers | Proposed Implementation Date per Budget 2024 | Revised Implementation Date per MIRB's Guideline 2.1 |
|--|--|--|
| Taxpayers with an annual turnover or revenue of more than RM100 million | 1 August 2024 | 1 August 2024 |
| Taxpayers with an annual turnover or revenue of more than RM25 million and up to RM100 million | Will be enforced in phases with a comprehensive implementation target by 1 July 2025 | 1 January 2025 |
| All other taxpayers (including new businesses commencing operations from year 2023 onwards) | | 1 July 2025 |



Some of the key highlights (from Specific Guideline 1.1)

| Areas | Key takeaways |
|---------------------------|--|
| Cross border transactions | <ul style="list-style-type: none"> In the scenario of Foreign Supplier to Malaysian Buyer – The Malaysian buyer would need to include service tax amount in self-billed e-Invoice if service tax on imported taxable service is applicable. |
| Foreign income | <ul style="list-style-type: none"> Recipient of the foreign income is required to issue the e-Invoice latest by the end of the month following the month of receiving the foreign income in Malaysia as a proof of income for tax purposes. |

TAX PROFESSIONAL TEAM

Ng Ah Bah

Head of Tax

T +603 2610 2827

E ngab@rsmmalaysia.my

Dato' Robert Teo

Chairman

T +603 2610 2886

E roberteo@rsmmalaysia.my

CORPORATE TAX COMPLIANCE

Anston Cheah

Executive Director

T +603 2610 2829

E anston.cheah@rsmmalaysia.my

Nicole Chong

Director

T +603 2610 2830

E nicole.chong@rsmmalaysia.my

Lim Sok Juuan

Associate Director

T +603 2610 2842

E limsj@rsmmalaysia.my

Soong Kim How

Associate Director

T +603 2610 2848

E soongkh@rsmmalaysia.my

TAX ADVISORY

Ng Ah Bah

Head of Tax

T +603 2610 2827

E ngab@rsmmalaysia.my

Anston Cheah

Executive Director

T +603 2610 2829

E anston.cheah@rsmmalaysia.my

INDIRECT TAX

Mayadevi Karpayah

Director

T +603 2610 2831

E mayadevi@rsmmalaysia.my

Kalvinder Singh

Senior Manager

T +603 2610 2863

E kalvinders@rsmmalaysia.my

FIELD AUDIT AND INVESTIGATION

Ng Ah Bah

Head of Tax

T +603 2610 2827

E ngab@rsmmalaysia.my

Chang Suang Yue

Manager

T +603 2610 2862

E changsy@rsmmalaysia.my

PERSONAL TAX

Mayadevi Karpayah

Director

T +603 2610 2831

E mayadevi@rsmmalaysia.my

Lynda Harun

Senior Manager

T +603 2610 2832

E lynda@rsmmalaysia.my

TRANSFER PRICING

Ng Ah Bah

Head of Tax

T +603 2610 2827

E ngab@rsmmalaysia.my

Jeyapriya Pereysamy

Associate Director

T +603 2610 2844

E jeyapriya@rsmmalaysia.my

CONTACT US

RSM Tax Consultants (Malaysia) Sdn Bhd

5th Floor, Penthouse, Wisma RKT,
Block A, No.2 Jalan Raja Abdullah Off Jalan Sultan Ismail,
50300 Kuala Lumpur,
Malaysia

Johor Bahru Office

Suite 16-02, Level 16, Menara Landmark,
No. 12, Jalan Ngee Heng,
80000 Johor Bahru,
Malaysia



Contact our office for an
immediate response

General Email askus@rsmmalaysia.my
Website www.rsmmalaysia.my



RSM Tax Consultants (Malaysia) Sdn Bhd is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network.

Each member of the RSM network is an independent accounting and advisory firm each of which practices in its own right. The RSM network is not itself a separate legal entity of any description in any jurisdiction. The RSM network is administered by RSM International Limited, a company registered in England and Wales (company number 4040598) whose registered office is at 50 Cannon Street, London, EC4N 6JJ.

The brand and trademark RSM and other intellectual property rights used by members of the network are owned by RSM International Association, an association governed by article 60 et seq of the Civil Code of Switzerland whose seat is in Zug.

This article is not intended to provide specific business or investment advice. No responsibility for any errors or omissions nor loss occasioned to any person or organisation acting or refraining from acting as a result of any material in this website can, however, be accepted by the author(s) or RSM International. You should take specific independent advice before making any business or investment decision.

© RSM International Association, 2023