

MARA INSTITUTE OF TECHNOLOGY  
TERENGGANU

PAC 555

TRANSFER PRICING IN MULTINATIONAL  
COMPANIES

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## ABSTRACT

As student of Bachelor of Accountancy (Honours), it is our requirement to do research paper in order to complete the course.

The study of the research is started out during part four at the time of practical training, which is around six months. At that time, students have to dig and searching for information and also started to write the project paper.

For the topic of the project, students are given the freedom to choose their own topic, which is subsequently approved by their advisor through the proposal submitted.

Transfer pricing in multinational has been selected as the topic of this research since it is interesting on its issues and its implementation in Malaysia. It also related to the subject of management accounting which was learned in part two in Bachelor of Accountancy (Honors) course.

It is objectives of this research to gain some information regarding the transfer pricing in multinational companies in Malaysia. Hopefully, through this research, readers can see on what method of transfer pricing have been used in different industries of companies, which are listed in the first board of KLSE. Not

just its method but also the benefits and constraints in implementing the transfer pricing.

In collecting the information and data needed for the findings, questionnaires have been selected as a primary method used in this research. Other than the questionnaires, articles in magazines, books and corporate reports are also part of the information used to ensure that the findings of this report could be useful for all of the readers in the future.

Transfer pricing issues is not a new issue and until recently, it still becomes an issue towards an organization through the world not excluded Malaysia. Most of the companies afraid to implement the transfer pricing perhaps because of its constraints and difficulties to be implemented.

It is difficult to target any future of transfer pricing whether it still can be stand as one of the method that according to most of the academics and economists as the ideal method to be used in multinational companies for its transaction between related parties.

Hopefully, this project paper would be useful for the one who read it and the readers would gained all the knowledge and all the information needed by reading this research paper. Insyallah.

# TABLE OF CONTENTS

	<b>PAGE</b>
<b>TITLE PAGE</b> .....	i
<b>ACKNOWLEDGEMENT</b> .....	ii
<b>ABSTRACT</b> .....	iii
<b>TABLE OF CONTENTS</b> .....	v
<b>LIST OF TABLES</b> .....	vii
<b>LIST OF APPENDICES</b> .....	viii
<b>CHAPTER 1</b>	
<b>1.0 INTRODUCTION</b> .....	1
1.1 Transfer Pricing.....	1
1.2 Multinational Companies.....	3
1.3 Objectives.....	5
<b>CHAPTER 2</b>	
<b>2.0 LITERATURE REVIEW</b> .....	7
<b>CHAPTER 3</b>	
<b>3.0 METHODOLOGY</b> .....	19
3.1 Primary Data.....	19
3.2 Secondary Data.....	22

**CHAPTER 4**

**4.0 FINDINGS.....25**

4.1 General..... 25

4.2 Method Used in Transfer Pricing..... 29

4.3 Implementation & Impact of Transfer Pricing in MNC.....37

4.4 Benefits of Transfer Pricing..... 43

4.5 Limitation of Transfer Pricing in MNC..... 46

**CHAPTER 5**

**5.0 RECOMMENDATIONS.....51**

**CHAPTER 6**

**6.0 CONCLUSIONS.....55**

**BIBLIOGRAPHY**

**APPENDICES**