



UNIVERSITI TEKNOLOGI MARA

ACC426: TAXATION 1

Course Name (English)	TAXATION 1 APPROVED
Course Code	ACC426
MQF Credit	3
Course Description	This course covers all aspects of individual and business taxation including capital allowances and tax administration.
Transferable Skills	Reflective Learner Resourceful and Responsible Ethically and Socially Sensitive Expert in Field
Teaching Methodologies	Lectures, Tutorial
CLO	CLO1 Apply the relevant statutory and regulatory requirements in administering individual tax liability. CLO2 Display skills in utilizing relevant statutory and regulatory requirements for computing tax liability. CLO3 Ascertain the taxability features in relevant statutory and regulatory requirements in computing individual tax liability.
Pre-Requisite Courses	No course recommendations
Topics	
1. Basis of Malaysian Tax 1.1) Understanding of the tax system in Malaysia 1.2) Scope of charge 1.3) Classes of income 1.4) Chargeable person	
2. Tax Administration 2.1) Self assessment for individuals 2.2) Submission of returns 2.3) Assessments and appeals 2.4) Collections and recoveries of tax 2.5) Offences and penalties	
3. Resident Status for Individual 3.1) Determination of resident status under the Income Tax Act 3.2) The importance of resident status	
4. Employment Income 4.1) Difference between income from employment and income from profession 4.2) Basis period for employment income 4.3) Gross income from employment 4.4) Allowable expenses and exemption 4.5) Computation of gross and statutory income	
5. Business Income 5.1) Definition and meaning of business 5.2) Badges of trade 5.3) Derivation of gains/profits from business source 5.4) Capital/revenue receipt 5.5) Gross income from business as per Income Tax Act 5.6) Expenditures deductible/not deductible 5.7) Computation of adjusted and statutory income	

6. Partnership

- 6.1) Definition
- 6.2) Provisional adjusted income
- 6.3) Divisible income of a partnership
- 6.4) Adjusted income, statutory income and total income of partners
- 6.5) Admission & retirement of partner(s)
- 6.6) Limited liability partnership
- 6.7) Conversion into limited liability partnership
- 6.8) Distinction of limited liability partnership and partnership

7. Capital Allowances, Industrial Building Allowances and Agricultural Allowances

- 7.1) 7.1. Capital allowances
- 7.2) Types of plant and machinery
- 7.3) Determination of qualifying plant expenditure
- 7.4) Computation of initial allowance, annual allowance and notional allowance
- 7.5) Computation of balancing charges/allowances
- 7.6) Treatment and application of allowances and charges
- 7.7) 7.2. Industrial building allowances
- 7.8) Types of industrial buildings and deemed industrial building
- 7.9) Determination of qualifying building expenditure (constructed and purchased)
- 7.10) Computation of initial allowance and annual allowance
- 7.11) Computation of balancing charges/allowances
- 7.12) Treatment and application of allowances and charges
- 7.13) 7.3. Agricultural allowances
- 7.14) Determination of qualifying agriculture expenditure
- 7.15) Rate of allowances
- 7.16) Agriculture allowances on disposal/transfer
- 7.17) Agriculture charges
- 7.18) Treatment and application of allowances and charges
- 7.19) Election of Para 28 Sch. 3

8. Personal Tax

- 8.1) Dividend, interest, discount, rental, royalty, premium, pension, annuity, alimony and other incomes
- 8.2) Allowable expenses and exemption
- 8.3) Computation of adjusted and statutory income
- 8.4) Treatment of donations
- 8.5) Types of reliefs
- 8.6) Types of rebates
- 8.7) Computation of aggregate income, total income, chargeable income
- 8.8) Computation of tax payable/liability
- 8.9) Separate and joint assessment

Assessment Breakdown	%
Continuous Assessment	50.00%
Final Assessment	50.00%

Details of Continuous Assessment	Assessment Type	Assessment Description	% of Total Mark	CLO
	Group Project	n/a	25%	CLO2
	Quiz	n/a	10%	CLO1
	Test	n/a	15%	CLO3

Reading List	Recommended Text	<ul style="list-style-type: none"> • Choong Kwai Fatt 2020, <i>Malaysian Taxation: Principles and Practice</i>, 26 Ed., InfoWorld Malaysia [ISBN: 978967228902]
	Reference Book Resources	<ul style="list-style-type: none"> • Jeyapalan Kasipillai 2019, <i>A Guide to Malaysian Taxation</i>, 5 Ed., Oxford Fajar Malaysia [ISBN: 978983472877] • 2020, <i>Malaysia Income Tax Act 1967 with Complete Regulations and Rules</i>, 8 Ed., Wolters Kluwer Malaysia [ISBN: 9789670853826] • 2019, <i>Income Tax Act 1967 (Act 53) (With Selected Regulations & Rules)</i>, International Law Book Services Malaysia [ISBN: 9789678927703]
Article/Paper List	This Course does not have any article/paper resources	
Other References	This Course does not have any other resources	