



UNIVERSITI TEKNOLOGI MARA

ACC426: TAXATION 1

Course Name (English)	TAXATION 1 APPROVED
Course Code	ACC426
MQF Credit	3
Course Description	This paper covers the scope of income tax in Malaysia, the various classes of income chargeable to tax, tax administration, reliefs and rebates, self assessment and basis period. The knowledge of basic taxation is essential to equip the students with appropriate skills of understanding and calculating the tax treatments under each circumstances.
Transferable Skills	Reflective Learner Resourceful and Responsible Ethically and Socially Sensitive Expert in Field
Teaching Methodologies	Lectures, Tutorial
CLO	CLO1 Apply fundamental tax principles on individuals and business entities under the Malaysian taxation legislation CLO2 Present, verbally and in writing related to relevant tax principles and policies under the Malaysian taxation legislation CLO3 Demonstrate teamwork skills through project related to tax issues in Malaysian taxation legislation
Pre-Requisite Courses	No course recommendations
Topics	
1. SCOPE & BASIS OF MALAYSIAN INCOME TAX 1.1) Understanding of the tax system in Malaysia 1.2) Scope of charge 1.3) Classes of income 1.4) Chargeable person 1.5) Resident status of individuals and companies	
2. TAX COMPLIANCE, APPEALS, COLLECTIONS AND PENALTIES 2.1) Submission of returns 2.2) Assessments and appeals 2.3) Collections and recoveries of tax 2.4) Offences and penalties 2.5) Self assessment for individuals	
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 adjusted and statutory income	

5. TAXATION OF BUSINESS INCOME 5.1) Section 4(a) source 5.2) Definition and meaning of business 5.3) Badges of trade 5.4) Derivation of gains/profits from business source 5.5) Receipts chargeable/not chargeable 5.6) Capital/revenue receipt 5.7) Gross income from business (as per Income Tax) 5.8) Expenditures deductible/not deductible
6. PARTNERSHIP 6.1) Definition 6.2) Provisional adjusted income/loss 6.3) Divisible income/loss of a partnership 6.4) Statutory income & total income of partners 6.5) Admission & retirement of partner(s)
7. CAPITAL ALLOWANCES 7.1) Allowances and charges on plant and machinery 7.2) Initial allowance 7.3) Annual allowance 7.4) Notional allowance 7.5) Balancing charges/allowances 7.6) Treatment and application of allowance & charges
8. COMPANY TAXATION UNDER SELF ASSESSMENT 8.1) The concepts of self assessment for companies 8.2) Computation of chargeable income/repayment 8.3) Treatment of losses
9. BASIS PERIOD AND CHANGE OF ACCOUNTING DATES 9.1) The concept of basis year and basis period 9.2) Commencement of business 9.3) Changes to accounting date
10. RELIEF AND REBATES 10.1) Joint and separate assessment 10.2) Types of reliefs 10.3) Types of rebates 10.4) Computation of aggregate income; total income; and tax payable by an individual 10.5) Computation of aggregate income; total income; and tax payable by a company

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	10%	CLO1
	Group Project	n/a	10%	CLO3
	Group Project	n/a	20%	CLO2
	Test	n/a	10%	CLO1

Reading List	Reference Book Resources	<ul style="list-style-type: none"> • Choong Kwai Fatt 2017, <i>Malaysian Taxation: Principles and Practice</i> 23 (or latest edition) Ed., InfoWorld Malaysia • <i>Income Tax Act 1967 (Act 53)</i>, International Law Book Services Malaysia
Article/Paper List	This Course does not have any article/paper resources	
Other References	This Course does not have any other resources	