

An aerial photograph of a dark asphalt road that curves through a dense forest of green trees. A small blue car is visible on the road.The TaxSnaps logo, which consists of a bright yellow square to the left of the word "TaxSnaps" in white, bold, sans-serif font. The "S" in "Snaps" is underlined with a yellow line.

VOLUNTARY DISCLOSURE AND AMNESTY PROGRAMME

IMPLEMENTATION PERIOD: 1 JANUARY 2022 TO 30 SEPTEMBER 2022

We wish to inform that the Royal Malaysian Customs Department ("RMCD") has issued the Guidelines ([click HERE](#)) and Frequently Asked Questions ([click HERE](#)) on 3 January 2022 on the Voluntary Disclosure and Amnesty Programme (VDA Programme) announced recently as part of the Budget 2022 pronouncements.

The implementation of the VDA Programme involves duty/tax/levy/penalty/surcharge liabilities outstanding on or before 31 October 2021 under the rules administered by RMCD:

- Customs Act 1967 - Import Duty and Export Duty
- Excise Act 1976 – Excise Duty
- Sales Tax Act 1972 and Sales Tax Act 2018
- Service Tax Act 1975 and Service Tax Act 2018 – service tax including imported services and digital services
- Goods and Services Tax Act 2014
- Departure Levy Act 2019
- Tourism Tax Act 2017

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There are **two categories** of applications under this VDA Programme:

Voluntary Disclosure	Amnesty
For errors unknown or undiscovered by RMCD	For offenses that have been identified by RMCD and where a Bill of Demand was issued.

This VDA Programme will be implemented in **two phases**:

First Phase	Second Phase
1 January 2022 – 30 June 2022 (6 months)	1 July 2022 to 30 September 2022 (3 months)
Remission of penalty/surcharge of 100% where the duty/tax/levy involved is paid in full Remission of penalty/surcharge of 90% for settlement of any penalty or surcharge outstanding on any Bill of Demand issued on or before 31 October 2021	Remission of penalty/surcharge of 50% where the duty/tax/levy involved is paid in full Remission of penalty/surcharge of 80% for settlement of any penalty or surcharge outstanding on any Bill of Demand issued on or before 31 October 2021
Companies/individuals who are liable to be registered or licensed but are not registered/licensed and did not collect the tax/levy from customers – Remission of tax/levy of 30% will be given where full payment is made For cases other than as mentioned above - Remission of tax/levy of 10% will be given where full payment is made	Companies/individuals who are liable to be registered or licensed but are not registered/licensed and did not collect the tax/levy from customers – Remission of tax/levy of 15% will be given where full payment is made For cases other than as mentioned above - Remission of tax/levy of 5% will be given where full payment is made

The VDA Programme aims to offer an opportunity to companies and individuals to make a voluntary declaration in good faith on duties/taxes/levies/penalties/surcharges that were liable or not been paid to RMCD. No subsequent audit or review will be undertaken for the activities and periods involved in the voluntary disclosure under this program.

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IMPLEMENTATION PERIOD: 1 JANUARY 2022 TO 30 SEPTEMBER 2022

For any enquiries or assistance in regard to the VA Programme, please contact any of the following in this office:

Mr Anand Chelliah

*Managing Partner and Asia Pacific Tax Leader
Tax Services*

DL: +6 (0)3 2297 1093

anand.chelliah@bakertilly.my

Ms Sandra Saw

*Associate Director, Tax Services
(Corporate Tax & Indirect Tax)*

DL: +6 (0)3 2297 1146

sandra.saw@bakertilly.my

Ms Lee Chwan Shin

Managing Consultant, Tax Services

DL: +6 (0)3 2297 1141

chwanshin.lee@bakertilly.my

Contact Our Experts

Mr Anand Chelliah

Managing Partner and Asia-Pac Leader
Tax Services
E: anand.chelliah@bakertilly.my

Mr Yohan Francis Xavier

Executive Director, Tax Services
(Transfer Pricing and International Tax)
E: yohan.xavier@bakertilly.my

Mr Marcus Tan

Executive Director, Tax Services
(Corporate Tax & Tax Incentive)
E: marcus.tan@bakertilly.my

Mr Murugan Anbanantham

Director, Tax Services
(Technical)
E: murugan.anbanantham@bakertilly.my

Ms Tay Siew Chu

Director, Tax Services
(Corporate Tax & Personal Tax)
E: siewchu.tay@bakertilly.my

Ms Sandra Saw

Associate Director, Tax Services
(Corporate Tax & Indirect Tax)
E: sandra.saw@bakertilly.my

Our Experts - Regional

Mr Huang Shze Jiun

Managing Partner
Johor Bahru
E: sj.huang@bakertilly.my

Ms Joanne Khor

Tax Director
Penang
E: joanne.khor@bakertilly.my

Ms Khoo Shaw Cbyn

Senior Managing Consultant,
Tax Services, Batu Pahat
E: shawcbyn.khoo@bakertilly.my

Ms Wong Poh Ling

Senior Managing Consultant
Tax Services, Seremban
E: pohling.wong@bakertilly.my

Our Offices

Kuala Lumpur Head Office

Baker Tilly Tower
Level 10 Tower 1 Avenue 5
Bangsar South City
59200 Kuala Lumpur

T: +603 2297 1000

F: +603 2282 9980

www.bakertilly.my

Penang

9-2, 9th Floor, Wisma Penang Garden
42, Jalan Sultan Ahmad Shah
10050 Georgetown

T: +604 227 9258

F: +604 227 5258

Johor Bahru

157-B, Jalan Sri Pelangi
Taman Pelangi
80400 Johor Bahru

T: +607 332 6925 / 6926

F: +607 332 6988

Batu Pahat

33, Jalan Penjaja 3, Ground Floor
Kim's Park Business Centre
83000 Batu Pahat

T: +607 431 5403

F: +607 431 4840

Seremban

Level 2, Wisma Sim Du
37, Jalan Dato' Bandar Tunggal
70000 Seremban

T: +606 762 2518 / 763 8936

F: +606 763 6950

Labuan

1st Floor, U0509
Lazenda Commercial Centre
Phase 11, Jalan Tun Mustapha
87000 Labuan

T: +608 744 0800

Phnom Penh (Cambodia)

No. 87, Street 294
Sangkat Boueng Keng Kang I
Khan Chamkarmon
Phnom Penh, Cambodia

T: +855 2398 7100

F: +855 2398 7388

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