

# DEFERMENT OF SMALL-VALUE WITHHOLDING TAX PAYMENT

The Inland Revenue Board (IRB) has issued a Media Release on 27 September 2022 announcing that effective from 1 August 2022, payers may defer the remittance of small value withholding tax (WHT) to the IRB on biyearly basis instead of monthly basis, subject to the conditions set out below:

<b>Category of income paid/credited to non-resident</b>	<ul style="list-style-type: none"> <li>Royalty and interest [Section 109 of the Income Tax Act, 1967 (“ITA 1967”)]</li> <li>Special classes of income under Section 4A of the ITA 1967 (i.e. services and rental of movable property) [Section 109B of the Income Tax Act, 1967 (“ITA 1967”)]</li> </ul>							
<b>Eligibility for WHT deferment</b>	<ul style="list-style-type: none"> <li>Amount of WHT per transaction does not exceed RM500; and</li> <li>Payer aware that the WHT payment will be made more than once (i.e. recurring transaction) during the deferment period, i.e. 6 months period.</li> </ul>							
<b>Remittance due date</b>	<table border="1"> <thead> <tr> <th data-bbox="555 922 1229 1015">Transaction period</th> <th data-bbox="1229 922 1925 1015">Due date for remittance of WHT form and payment to IRB</th> </tr> </thead> <tbody> <tr> <td data-bbox="555 1015 1229 1102">Payment made to non-resident between 1 December to 31 May</td> <td data-bbox="1229 1015 1925 1102">On or before 30 June of that year</td> </tr> <tr> <td data-bbox="555 1102 1229 1190">Payment made to non-resident between 1 June and 30 November</td> <td data-bbox="1229 1102 1925 1190">On or before 31 December of that year</td> </tr> </tbody> </table>		Transaction period	Due date for remittance of WHT form and payment to IRB	Payment made to non-resident between 1 December to 31 May	On or before 30 June of that year	Payment made to non-resident between 1 June and 30 November	On or before 31 December of that year
Transaction period	Due date for remittance of WHT form and payment to IRB							
Payment made to non-resident between 1 December to 31 May	On or before 30 June of that year							
Payment made to non-resident between 1 June and 30 November	On or before 31 December of that year							
<b>Administrative matters</b>	<ul style="list-style-type: none"> <li>“Date of payment credited” in WHT form is to be filled with the date of 30 June or 31 December depending on the transaction period (refer above).</li> <li>Payer is required to keep a record of the list of payees for IRB’s review upon request by the IRB.</li> <li>WHT return form for the small-value WHT payment:-               <ul style="list-style-type: none"> <li><a href="#">CP37S - Small value withholding tax payment form for royalty and interest</a></li> <li><a href="#">CP37DS - Small value withholding tax payment form for special classes of income</a></li> </ul> </li> </ul>							

## CONTACT

**BDO TAX SERVICES SDN BHD (114863-K)**  
Level 8  
BDO@Menara CenTARA  
360 Jalan Tuanku Abdul Rahman  
50100 Kuala Lumpur, Malaysia

t:+603 2616 2888  
f:+603 2616 2970  
e: [bdo@bdo.my](mailto:bdo@bdo.my)

## OUR TAX TEAM

**BEH TOK KOAY**  
Senior Advisor  
[tkbeh@bdo.my](mailto:tkbeh@bdo.my)

**ONG ENG CHOON**  
Senior Advisor  
[ongec@bdo.my](mailto:ongec@bdo.my)

**LEE BOON HOOI**  
Executive Director  
[leebh@bdo.my](mailto:leebh@bdo.my)

**YONG MEE THING**  
Executive Director  
[yongmt@bdo.my](mailto:yongmt@bdo.my)

**DAVID LAI**  
Executive Director  
[davidlai@bdo.my](mailto:davidlai@bdo.my)

**WOON YOKE LEE**  
Executive Director  
[woonyl@bdo.my](mailto:woonyl@bdo.my)

**ON BEE YEE**  
Executive Director  
[onby@bdo.my](mailto:onby@bdo.my)

**YEAP LAY SUAT**  
Executive Director  
[yeapls@bdo.my](mailto:yeapls@bdo.my)

**NG SWEE WENG**  
Senior Advisor  
[swng@bdo.my](mailto:swng@bdo.my)

**TAN CHIN TECK**  
Executive Director  
[tanct@bdo.my](mailto:tanct@bdo.my)

**YAP MEI SEI**  
Executive Director  
[yapms@bdo.my](mailto:yapms@bdo.my)

**TAN SIN HUAT**  
Advisor  
[shtan@bdo.my](mailto:shtan@bdo.my)

**CHRISTOPHER LOW**  
Executive Director  
[chrislow@bdo.my](mailto:chrislow@bdo.my)

**KOO KIAN MING**  
Executive Director  
[kookm@bdo.my](mailto:kookm@bdo.my)

**SOH PIN TAU**  
Executive Director  
[sohpt@bdo.my](mailto:sohpt@bdo.my)

This publication has been carefully prepared, but it has been written in general terms and should be seen as containing broad statements only. This publication should not be used or relied upon to cover specific situations and you should not act, or refrain from acting, upon the information contained in this publication without obtaining specific professional advice. Please contact BDO Tax Services Sdn Bhd to discuss these matters in the context of your particular circumstances. BDO Tax Services Sdn Bhd, its partners, employees and agents do not accept or assume any responsibility or duty of care in respect of any use of or reliance on this publication, and will deny any liability for any loss arising from any action taken or not taken or decision made by anyone in reliance on this publication or any part of it. Any use of this publication or reliance on it for any purpose or in any context is therefore at your own risk, without any right of recourse against BDO Tax Services Sdn Bhd or any of its partners, employees or agents.

BDO Tax Services Sdn Bhd (114863-K), a Malaysian Limited Liability Company, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms. BDO is the brand name for the BDO network and for each of the BDO Member Firms.

Copyright © February 2022 BDO Malaysia. All rights reserved. Published in Malaysia.

[www.bdo.my](http://www.bdo.my)