INSTRUCTION TO DEDUCT SALARY (CP38 INSTRUCTION) FOR SETTLEMENT OF INCOME TAX ARREARS.

The Inland Revenue Board of Malaysia (IRBM) would like to draw the attention of all taxpayers earning income from employment sources and have tax unpaid that an Instruction to Deduct Salary (CP38 Instruction) will be issued on June 16, 2014 to their employer.

This CP38 Instruction requires that the employer make additional deductions in monthly installments from the salary of the taxpayer (other than a Monthly Tax Deduction) towards settlement of taxpayer’s income tax arrears.

CP38 Instructions will be effective from the July 2014 salary until December 2014. A copy of the CP38 Instruction will also be issued to taxpayers through e-mail or postal service for their tax records.
As of May 24, 2014, IRBM has recorded an estimated 156,158 individual taxpayers that will receive the CP38 Instruction involving tax arrears amounting to nearly RM 418 million.

Taxpayers who receive CP38 Instruction are advised to contact our Contact Centre at 1-800-88-5436 or IRBM Branch where their tax file is registered for any clarification regarding this matter.

Please visit www.hasil.gov.my for further details.

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THANK YOU