



Pioneer Status (PS) Activation & 5-Year PS Extension

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PART 1(A): ACTIVATION OF PIONEER STATUS

BoG No 5

To provide competitive financial incentives, including **Pioneer Status** (100% tax exemption) for up to ten years or an **Investment Tax Allowance** for up to five years and no duties on the importation of multimedia equipment.

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Activation Stage

- Submission within **24 months** from the MSC Approval date
- Submit PS/ITA activation form with complete checklist documents to MDeC
- Ensure operations as per MSC Approved activities
- Locate in MSC designated area

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Assessment Stage

3

Submission to MIDA

4

Issuance of certificate by MIDA



PART 1(A): PIONEER STATUS

1. 100% tax free on taxable statutory income
 - Governed PIA 1986 under Section 6 (1AB) & 14c
 - MSC Malaysia Approved activities only
2. Exemption on Corporate Tax only
 - Period of enjoyment: 5+5 years
 - Ideal for Profit Centre
 - PS Activation Form – MDeC – MIDA – Issue Commencement Date on Pioneer Certificate



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PART 1(A): INVESTMENT TAX ALLOWANCE

1. 100% deduction on capital qualifying expenditure:
 - hardware & software
 - purchase / renovation of office/building
 - greenery / landscaping expenses in Cyberjaya
2. Governed PIA 1986 under Section 27A
3. Investment must be made within 5 years of Operation
4. Must be offset against Taxable Income
5. Excess ITA can be carried forward beyond 5 years
6. Ideal for Cost Centre operations (high initial set up investment)
7. ITA Activation form – MDeC – MIDA – Issue Commencement Date Letter



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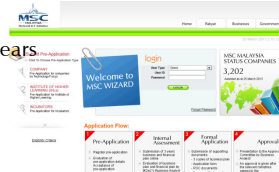
PART 2: 5-YEAR PIONEER STATUS EXTENSION

1 Notification Stage

- 6 months in advance from Pioneer Status expiring date
- Assignment of Business Analyst

2 Assessment Stage

- Company to complete the Review Assessment form, next 5 Years Financial Plan and next 5 Years Business Plan/Outlook
- Submission via <http://wizard.msc.com.my/wizard>



3 Formal Application submission

- signed copy of Review Assessment form, next 5 years financial plan and business outlook
- Past 5 years financial audited report
- Copy of valid tenancy agreement of MSC office
- Processing fee of RM2,000 (non-refundable)
- Compliance to MSC Condition of Grant (COG) check

4 Presentation to the Approval Committee



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CHANGE OF NAME & EQUITY

Change of Equity

- To register notification via <http://wizard.msc.com.my/wizard>
- To submit document hardcopy to MDeC:
 1. certified true copy of ROC Form 24, 49 & 32A
 2. signed copy of change of equity form

Change of Name

- To register notification via <http://wizard.msc.com.my/wizard>
- To submit document hardcopy to MDeC:
 - certified true copy of ROC Form 13
 1. signed copy of change of name form



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THANK YOU

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