

GUIDE NOTES ON AMENDED RETURN FORM C FOR YEAR OF ASSESSMENT 2017

As provided under section 77B of the Income Tax Act 1967 (ITA 1967), a company is allowed to make amendment to the Return Form which has been furnished to the Director General of Inland Revenue.

I	RULES • A company which has furnished a Return Form in accordance with subsection 77A(1) of ITA 1967, is allowed to make amendment to the Return. Tax / Additional tax shall be charged on the chargeable income of the company as a result of the amendment made. • A company which intends to make the amendment is required to complete a form prescribed under section 152 of ITA 1967 (known as the 'Amended Return Form'). • The amendment shall only be made once for a year of assessment. • No amendment is allowed if the Director General of Inland Revenue has made additional assessment under section 91 of ITA 1967 within a period of 6 months after the date specified for furnishing the Return Form. • For the purpose of section 77B of ITA 1967, the Amended Return Form shall:- (a) specify the amount / additional amount of chargeable income and the amount of tax / additional tax payable on that chargeable income; (b) specify the amount of tax payable on the tax which has or would have been wrongly repaid; (c) specify the increased sum ascertained in accordance with subsection 77B(4) of ITA 1967; or (d) contain such particulars as may be required by the Director General of Inland Revenue.
II	RATE AND COMPUTATION OF INCREASE IN TAX The tax or additional tax payable is subject to an increase in tax under paragraph 77B(4)(a) and 77B(4)(b) of ITA 1967. If the Amended Return Form is furnished: • within a period of 60 days after the date specified in section 77A of ITA 1967, the amount of increase in tax charged shall be 10% of the amount of such tax payable or additional tax payable. • after the period of 60 days but not later than 6 months from the date specified in section 77A of ITA 1967, the amount of increase in tax charged shall be determined in accordance with the following formula:-$B + [(A + B) \times 5\%]$ where: A = the amount of such tax payable or additional tax payable; and B = 10% of the amount of such tax payable or additional tax payable (A x 10%) A company making the amendment is required to compute and enter the amount of increase in tax at item C4a or C4b on page 3 of the Amended Return Form.
III	DEEMED ASSESSMENT An Amended Return Form furnished in accordance with section 77B of ITA 1967 shall be deemed to be a notice of assessment or notice of additional assessment, and that notice shall be deemed to have been served on the day on which the Amended Return Form is furnished.
IV	DECLARATION This section must be affirmed and duly signed by the person specified in subsection 75(1) of ITA 1967.
V	SUBMISSION OF AMENDED RETURN FORM An Amended Return Form which has been completed, affirmed and duly signed must be sent to the LHDNM branch which handles the file of the relevant company.