

**Scenario 1
Withholding Tax ("WT") borne by Non Resident ("NR")**

	RM	View 1	View 2	View 3	View 4
Service fee	150,000	As WT is deducted from the service fee of the NR and paid to the IRB as required by law, it is viewed that the actual consideration for NR's services is RM150,000.	As WT is deducted from the service fee of the NR and paid to the IRB as required by law, it is viewed that the total consideration for NR's services is RM150,000?	As WT is deducted from the service fee of the NR and paid to the IRB as required by law, it is viewed that the actual consideration for NR's services is RM150,000.	As WT is deducted from the service fee of the NR and paid to the IRB as required by law, it is viewed that the total consideration for NR's services is RM150,000.
Less: WT at 10% ^	(15,000)				
Net amount paid to NR	135,000	For WT purpose: Consideration = RM150,000 Payment to NR = RM135,000 Payment of WT to IRB = RM15,000 For GST: Reverse charge value = RM135,000 Output tax = RM7,641.51 (6/106 x RM135,000) Input tax = RM7,641.51 Note: Consideration is treated as value inclusive of GST 6%	For WT purpose: Consideration = RM150,000 Payment to NR = RM135,000 Payment of WT to IRB = RM15,000 For GST: Reverse charge value = RM150,000 Output tax = RM8,490.56 (6/106 x RM150,000) Input tax = RM8,490.56 Note: Consideration is treated as value inclusive of GST 6%	For WT purpose: Consideration = RM150,000 Payment to NR = RM135,000 Payment of WT to IRB = RM15,000 For GST: Reverse charge value = RM150,000 Output tax = RM9,000 (6% x RM150,000) Input tax = RM9,000 Note: Consideration is treated as value exclusive of GST 6%	For WT purpose: Consideration = RM150,000 Payment to NR = RM135,000 Payment of WT to IRB = RM15,000 For GST: Reverse charge value = RM150,000 Output tax = RM9,000 (6% x RM150,000) Input tax = RM9,000 Note: Consideration is treated as value exclusive of GST 6%

**Scenario 2
WT borne by MY Co**

	RM	View 1	View 2	View 3	View 4
Service fee	150,000	In the case where WT is borne by MY Co, for WT purpose, payment made to NR is considered net of tax which has to be re-grossed to determine the quantum of WT.	In the case where WT is borne by MY Co, for WT purpose, payment made to NR is considered net of tax which has to be re-grossed to determine the quantum of WT.	In the case where WT is borne by MY Co, for WT purpose, payment made to NR is considered net of tax which has to be re-grossed to determine the quantum of WT.	In the case where WT is borne by MY Co, for WT purpose, payment made to NR is considered net of tax which has to be re-grossed to determine the quantum of WT.
Less: WT *	-	The re-grossed amount of service fee for WT purpose would be RM166,667 (RM150,000 x 100/90)	The re-grossed amount of service fee of WT purpose would be RM166,667 (RM150,000 x 100/90)	The re-grossed amount of service fee would be RM166,667 (RM150,000 x 100/90)	The re-grossed amount of service fee for WT purpose would be RM166,667 (RM15,000 x 100/90).
Amount paid to NR	150,000	Payment to NR = RM150,000 Payment of WT to IRB = RM16,667 For GST: Reverse charge value = RM150,000 output tax = RM8,490.56 (6/106 x RM150,000) input tax = RM8,490.56 Note: Consideration is treated as value inclusive of GST 6%	Payment to NR = RM150,000 Payment of WT to IRB = RM16,667 For GST: Reverse charge value = RM166,667 output tax = RM9,433.98 (6/106 x RM166,667) input tax = RM9,433.98 Note: Consideration is treated as value inclusive of GST 6%	Payment to NR = RM150,000 Payment of WT to IRB = RM 16,667 For GST: Reverse charge value = RM150,000 output tax = RM9,000 (6% x RM150,000) input tax = RM9,000 Note: Consideration is treated as value exclusive of GST 6%	Payment to NR = RM150,000 Payment of WT to IRB = RM16,667 For GST: Reverse charge value = RM166,667 output tax = RM10,000.02 (6% x RM166,667) input tax = RM10,000.02 Note: Consideration is treated as value exclusive of GST 6%

* WT remitted to the IRB is RM16,667 (RM150,000 x 100 / 90 x 10%)
Net amount received by NR = RM150,000
WT remitted to the IRB = RM16,667

Scenario 3
WT borne by MY Co. and is reflected in service fee

	RM	View 1	View 2	View 3	View 4
Service fee	166,667				
Less: WT at 10%	(16,667)				
Amount paid to NR	150,000				

Net amount received by NR = RM150,000
 WT remitted to the IRB = RM16,667

} Similar to Scenario 2