



KPMG Asia Pacific Tax Weekly

KPMG Asia Pacific Tax Centre | 02 July 2020



Asia Pacific Tax Developments

Cambodia

[Business registration via information technology system](#)

The RGC has launched a one-stop online platform to simplify business registration in Cambodia. The platform centralizes services like Business registration with the Ministry of Commerce; Tax registration with the General Department of Taxation of the Ministry of Economy and Finance and Declaration of the opening of the enterprise with ministry of Labour and Vocational Training.

[Labor - Schedule of Minimum Wage negotiations in the textile, garment and footwear sector for the year 2021](#)

According to the law on Minimum wage, the MLVT issued a notification to inform the public, workers, employees, employers and professional organizations, about the schedule for the Minimum wage negotiations in the textile, garments and footwear sector for the year 2021.

[Online tax registration required of businesses](#)

The government has launched a one-stop online platform to simplify business registration in Cambodia.



[Tourism - Notification No, 266 on the implementation of additional measures of the Royal Government for the exemption of the fees for the renewal of all types of tourism licenses for the year 2021](#)

The Ministry of Tourism has informed the Tourism Industry Association and all tourism business owners about the exemption on the fees for the renewal on the types of valid tourism licenses and the fees for tourism business which applies for new tourism licenses or renewals for the year 2021.

Hong Kong (SAR) - China

[Updated guidance on taxation of financial instruments, foreign exchange differences](#)

The Inland Revenue Department (IRD) released an updated version of Departmental Interpretation and Practice Note (DIPN) 42—guidance that concerns the taxation of financial instruments and the taxation of foreign exchange differences.

India

[Benefit of Section 10A is allowed on the enhanced income pursuant to the MAP resolution](#)

The Bangalore Bench of Income-tax Appellate Tribunal held that the taxpayer is eligible for the benefit of Section 10A of the Income tax Act, 1961 with respect to enhanced income under the Mutual Agreement Procedure (MAP) resolution.

[CBDT issues clarifications to extend various time limits under Direct Tax Laws](#)

The Central Board of Direct taxes (CBDT) has issued a Notification and a press release to provide relaxation in certain provisions and to extend various due dates.

[Clarification regarding exemptions/ deductions under the new tax regime](#)

The Finance Act 2020 has inserted a new section 115BAC, wherein an individual gets an option to choose between the existing tax rates and the new tax Regime. However, there had been a lack of clarity on the exemptions / deductions which the taxpayer has to forego under the new regime. In order to address such queries, the CBDT vide notification has amended the Income-tax Rule, 1962 to prescribe certain exemptions which can be availed / not availed by the tax payers under the new regime, as applicable.

[Notification Update | Period of Limitation - Extension of Timelines](#)

Amid the COVID-19 situation, the Central Board of Indirect and Customs (CBIC) have issued notification to further extend the timeline for the period of limitation under the GST law, Customs and under the erstwhile indirect tax statutes. The period of limitation under GST has been extended till 31 August 2020 and under the erstwhile indirect tax laws and customs till 30 September 2020.

Japan

[Cabinet orders issued, implementing Japanese group relief system](#)

The cabinet orders for the Japanese group relief system were published in the official gazette (no. 129, 26 June 2020).

Malaysia

[Special Tax Deduction for Rental Reduction on Business Premises Rented to Small and Medium Enterprises](#)

As announced under the National Economic Recovery Plan, the special tax deduction granted to building owners who provide a rental reduction of at least 30% to their Small and Medium Enterprise tenants has been extended for another 3 months up to September 2020.

Singapore

[Tax benefits, capital allowances for ships that were de-registered](#)

The Board of Review addressed what is the appropriate determination of “residue of expenditure” (ROE) available for the taxpayer’s ships and whether it is a requirement that the taxpayer include the 20% initial allowance in calculating the notional capital allowances under Section 19 of Singapore’s tax law for purposes of arriving at ROE.



Calendar of events

Date	Event	Location
3 July 2020	COVID-19: Legal & Practical Challenges for Internal Investigations – presented by KPMG in Singapore and Clyde & Co Clasis Singapore Contacts: Owen Hawkes	Webinar



Beyond Asia Pacific

[Canada: Extended tax residency and permanent establishment relief, travel restrictions \(COVID-19\)](#)

Multinational entities and individuals can continue to rely on previously announced relief from the Canada Revenue Agency (CRA) regarding cross-border tax issues caused by travel restrictions in response to the coronavirus (COVID-19) pandemic.

[Mauritius: Extended deadlines for tax returns, tax payments of certain taxpayers \(COVID-19\)](#)

The deadline for companies with an accounting period ended in the months September to December 2019 and that owe no tax payment or that declare a loss will have until 31 July 2020 to file the return.



TaxNewsFlash by region

For the latest tax developments from other regions see the following links:

[Africa](#)

[Americas](#)

[Europe](#)

[United States](#)

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