



*Belanjawan 2024*

**MALAYSIA  
MADANI**

**Reform Economic,  
Empowering The People**

- Best Governance For Service Agility
- Restructuring the Economy to Soar Growth
- Improving People's Living Standards

Announced on  
13th October 2023

**Budget 2024 will enhance the economy, growth rate, and resilience. The government plans to strengthen flexibility to respond to the rapidly changing environment, while promoting strategic projects, digitalization, and advanced production activities to stimulate economic growth.**



## 3 Focus Areas

- Best Governance For Service Agility
- Restructuring the Economy to Soar Growth
- Improving People's Living Standards



# **Budget Allocation 2024 (RM 393.8 Billion)**

- **Operating Expenditure RM303.8 billion**
- **Development Expenditure RM90 billion**  
(Including RM2 billion contingency savings)



# Tax



- Starting from 1 August 2024, E-invoicing will be **mandatory** for taxpayers with income or annual sales exceeding RM100 million.
- Implementation for taxpayers in other income categories to be made in phases with a view of comprehensive implementation by July 1, 2025.



**Tax benefits for investments in start-ups on equity crowdfunding platforms extended to individual investor through Limited Liability Partnership (LLP) nominee company and be extended to December 31, 2026.**



**Tax incentives for those  
investing in startups and  
angel investors until  
December 31, 2026.**



## Increase of Service Tax Rate

- Service tax to go up to **8%** from **6%** not including services such as food and beverages, telecommunications, logistics and vehicle parking space service.
- Scope of taxable services will be expanded to include logistics, brokerage, underwriting and karaoke services.



# Luxury Good Tax

- Formulating laws for the Luxury Good Tax at a rate of **5% to 10%** on certain high-value items such as jewelry and watches.



# Capital Gains Tax

- Implementing Capital Gains Tax on disposal of non-listed local companies at a rate of **10%** clean profit from March 1, 2024.



# Global Minimum Tax

- Global minimum tax **to be implemented** in 2025 on companies with a global income of at least EUR750mil.



# Electric Vehicles (EV)

- Personal income tax exemption policy for electric vehicle charging facility fees will be extended for **4 years**.
- Tax rebates for EV vehicle rentals extended for **another 2 years**.



# Federal Territory Entertainment

- **Local Artists** - Full exemption from entertainment tax
- **Foreign Artists Performing in Malaysia** – Entertainment tax reduced to 10%
- **Theme Parks, Family Leisure Centers, Indoor Amusement Park** - Entertainment tax reduced to 5%



# Property

- **4%** flat rate stamp duty on Memorandum of Transfer (MOT) by non-citizens and foreign-owned companies, with the exemption of permanent residents.



# Low Income Benefits



# Sumbangan Tunai Rahmah (STR)

- The allocation has been increased to **RM10 billion**.
- Maximum rate will be increased to **RM3,700** from RM3,100.
- Minimum rate for youth has been increased to **RM500** from RM350.



# Electricity Tariff

- Rebates on electric bill up to **RM40** a month for hardcore poor families
- Exemption of account deposit for electrical bill accounts with owner's name.



# Poor Student Trust Fund

- One million students will benefit with an allocation of **RM150mil**.
- Fund to be extended to students **up to Form Three**, compared to Form One in the past.



**Ceiling prices on  
chicken and eggs** will  
be removed, allowing  
prices to float



# Education



# PTPTN

- **10%** for settlement of **full loan**
- **10%** for payments of **at least 50%** of the remaining debt
- **15%** for **salary deduction** payments or **schedule direct debits**

Valid from **Oct 14, 2023** till **March 31, 2024**



# Skill Improvement / Personal Development Courses

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- A tax relief of up to **RM2,000**
- Extended until the 2026 assessment year.



# University Student

- Existing students who cannot afford to pay tuition fees shall not be prevented to register for subjects each semester.
- Registration fees to public universities are limited to no more than RM1,500 beginning January 2024.



# TVET

- Government allocated **RM1.8 billion** to support 12,000 students participating in skills certification programs.



# Employer / Employee



# EPF / SOCSO

- **RM100 million** allocated for Self-Employment Social Security Scheme (SKSPS) which will enable the government to bear 90% of the contribution.
- The government's matching contribution for EPF's i-Saraan scheme for self-employed workers will now be limited to **RM500 a year and limited to RM5,000 for lifetime.**
- The government's contribution for EPF's i-Suri for housewives will now be raised to **RM300 per annum and a limit of RM3,000 for lifetime.**



# Skim Keselamatan Sosial Suri Rumah (SKSSR)

- **RM50 million** allocated to continue Housewives Social Security Scheme to benefit 400,000 housewives registered under e-Kasih.



## SOCSO

- SOCSO to provide special incentive of **RM1,500 a month for 6 months.**
- Support over 3,300 job seekers. RM30 million is allocated for this initiative.



# Others



# MyStartup

- The government has allocated **RM28 million** to develop the MyStartup platform to facilitate the business activities of new startups.



# National Scam Response Centre (NSRC)

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- Allocation to be raised to **RM20 million** from RM10 million to increase the center's functionality in combating scams.
- BNM in collaboration with the financial sector is developing a **National Fraud Portal (NFP)**, which is expected to be completed in mid-2024



# Judiciary

- **RM18 million** allocated to facilitate legislative reforms including preparations for the implementation of alternative sentences to the mandatory death penalty.
- **RM38 million** allocated to enhance the productivity of the country's judiciary institution.
- **RM20 million** to strengthen the independent Judicial Academy and the Syariah Judicial Academy in training.



# Electric Vehicle

- To promote the purchase of electric vehicles, a **cash rebate of RM2,400** is available to those with an annual income of RM120,000 or below.



# Financial Service for Rural & Semi-urban Communities

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- Government allocates **RM600 million** to establish Khazanah Impact Fund



## Micro, Small & Medium Sized Enterprises

- Establish a National Bank **RM8 billion loan fund**.
- Of this amount, RM600 million is allocated to assist micro-entrepreneurs and low-income entrepreneurs.



# Women & Youth Entrepreneurs

- The government has allocated **RM720 million** to assist women and young people to start their own businesses.



## MM2H

- Plans to adjust application conditions to attract more foreign tourists and investors.



# Discount On Installing Solar Panels

- Net Energy Metering Scheme (NEM) concession period **extended to December 31, 2024.**



## BSN Loans

- **RM1.4 billion** in micro loans provided to hawkers.
- May be used for operating capital, purchase of equipment, space and marketing purposes.



## Low-Carbon Emission City

- Putrajaya to serve as Malaysia's low carbon city model, with govt buildings set to have solar panels installed in partnership with Tenaga Nasional Bhd (TNB) and Gentari.
- Additionally, the fed govt plans to adopt EVs as official vehicles, as TNB, Gentari and Tesla invest over **RM170 million to establish EV charging stations.**



## **Padi**

- Floor price of padi purchase to be raised to **RM1,300 per metric tonne** to help rice farmers' income.
- Rice subsidy increased to **RM500 per ton.**



## OKU

- The government allocates **RM30 million** to provide subsidies for disabled trainers
- **RM1.2 billion** to purchase special equipment, caregiver expenses, etc.



# Visa Liberalisation Plan

- Easier approval for employment passes for strategic investors in main sectors.
- Introducing **long term social visitor passes** for international students who have graduated to cater to specialized labor needs.
- Improving Visa-On-Arrival, social visit passes, and Multiple Entry Visa to spur tourist arrivals and investors, especially from India and China.



# Promote Tourism in Malaysia

- Visit Malaysia Year is now scheduled for 2026 (**VMY2026**).
- Allocation of RM350mil for tourism activities and promotions.
- RM80 million will be allocated to maintain and conserve the potential heritage buildings sites recognized by UNESCO.



## HRD Corp

- Utilize RM1.6 billion to provide 1.7 million training exercises in 2024.
- To reallocate 15% of total levy collection to implement the **Madani Training Programme** — training programme for micro, small and medium enterprises (MSMEs)



# Artificial Intelligence (AI)

- Malaysia will establish the **first AI faculty** at Universiti Teknologi Malaysia with an initial allocation of RM20 million.