65A. In arriving at the chargeable income of a co-operative society for a year of assessment, there shall be deducted from the total income for that year-

(a) such sum as has been transferred or paid during the basis period for that year to a statutory reserve fund or to any educational institution or co-operative organisation established for the furtherance of co-operative principles, or to both, or to a Co-operative Education Trust Fund, as may be required under the provisions of any written law relating to the registration of co-operative societies in Malaysia:

Provided that the maximum sum to be deducted shall not exceed one-fourth of the audited net profits for that basis period of such co-operative society; and

(b) an amount equal to eight per cent (or such percentage as may be prescribed) of the members’ funds (as defined in paragraph 12 (2) of Part I of Schedule 6) as at the first day of the basis period for the year of assessment.

History
Paragraph 65A(b) amended by Act 531 of 1995 s15, by substituting for the word "six" the word "eight", shall have effect for the year of assessment 1995 and subsequent years of assessment.

Section 65A amended by Act 451 of 1991 s18(a), by renumbering section 65A(1) as section 65A, shall have effect for the year of assessment 1991 and subsequent years of assessment.

(2) (Repealed by Act 541)

History

Subsection 65A(2) deleted by Act 451 of 1991 s18(b), shall have effect for the year of assessment 1991 and subsequent years of assessment. Subsection 65A(2) formerly read:
"(2) The provisions of section 3A shall not apply to the income of a co-operative society.".