



## Deloitte Tax Challenge 2022

### Team Category – Grand Finals

#### Question 1 (Written Assessment) (40 marks)

During the Budget 2023 tabling session on 7 October 2022, the Malaysian Minister of Finance has announced a few climate change and Environmental, Social and Governance (“ESG”) related initiatives. This includes amongst others, conducting feasibility study on implementation of carbon tax, extension of tax incentives under Green Income Tax Exemption and Green Investment Tax Allowance until 31 December 2025, income tax incentives for manufacturer of electric vehicles (“EV”) charging equipment, implementation of e-invoicing from the Inland Revenue Board effective 2023 and others.

ESG is a growing trend around the globe as it ensures that companies are responsible stewards of the environment, good corporate citizens, and are led by accountable managers. In order to compete in the world of business, companies nowadays have to address various issues especially on the sustainability front.

#### **Required:**

1. What is your thought over the 2023 budget proposals on ESG initiatives? If you are part of the government of Malaysia, apart from the announcement in Budget 2023, what other measures/ initiatives will you propose to encourage companies to comply with the ESG requirements?
2. If you are a CEO of a company, what kind of policy will you introduce to ensure that your organization will be operating in line with the global ESG trend?

**Note: Your answer should not be longer than 250 words.**

# Deloitte.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms, and their related entities (collectively, the “Deloitte organization”). DTTL (also referred to as “Deloitte Global”) and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see [www.deloitte.com/about](http://www.deloitte.com/about) to learn more.

Deloitte Asia Pacific Limited is a company limited by guarantee and a member firm of DTTL. Members of Deloitte Asia Pacific Limited and their related entities, each of which are separate and independent legal entities, provide services from more than 100 cities across the region, including Auckland, Bangkok, Beijing, Hanoi, Hong Kong, Jakarta, Kuala Lumpur, Manila, Melbourne, Osaka, Seoul, Shanghai, Singapore, Sydney, Taipei and Tokyo.

## **About Deloitte Malaysia**

In Malaysia, services are provided by Deloitte Tax Services Sdn Bhd and its affiliates.

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms or their related entities (collectively, the “Deloitte organization”) is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No representations, warranties or undertakings (express or implied) are given as to the accuracy or completeness of the information in this communication, and none of DTTL, its member firms, related entities, employees or agents shall be liable or responsible for any loss or damage whatsoever arising directly or indirectly in connection with any person relying on this communication. DTTL and each of its member firms, and their related entities, are legally separate and independent entities.