# **Deloitte.**

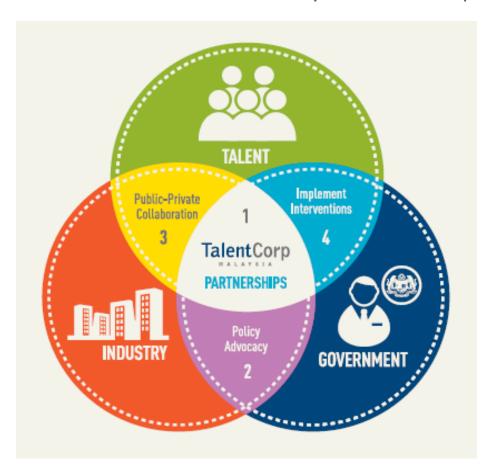


# The Employer's Mandate Are you ready to take charge?

Kuala Lumpur 4 Aug | Johor Bahru 13 Aug | Penang 14 Sep

## Mission Statement

Build effective partnerships and make a difference in addressing Malaysia's talent needs to enable the country to reach its aspiration of a high-income nation



- Acting as a focal point to understand talent issues and develop solutions
- 2 Bridging Industry and Government to enhance talent-related policies
- Building public-private collaborations to attract, nurture and retain talent
- 4 Implementing catalyst initiatives targeted at critical skill gaps



# **Talent Corporation Programme Overview**



# Returning Expert Programme (REP)



#### **BENEFITS**



Optional **15% flat tax rate** on chargeable employment income for a period of five (5) years continuously



Tax exemption for all personal effects\* brought into Malaysia, limited to one (1) shipment

\*Personal effects don't encompass motorised vehicles



One (1) locally manufactured Complete Knocked Down (CKD) or fully imported Complete Built Up (CBU) car per successful application exempted from duty/taxes up to maximum of RM150k worth of duty /tax



The foreign spouse and children will be eligible for **Permanent Resident (PR) status** within six (6) months upon receipt of their complete PR application form by the Immigration Department of Malaysia

# **Structured Internship Programme (SIP)**



A collaborative effort between TalentCorp and MOE (previously MOHE) to encourage a meaningful internship experience relevant to industries

#### Eligibility criteria to apply:

1.
Internship
experience for
Malaysian students
pursuing diploma
and degree on full
time basis in local
campuses

2. Offer internship of min **10** weeks

3. Provide monthly allowance of **RM500** or more

4.

Framework of clearly defined learning outcomes

5.
Enhance
employability skill

After TalentCo

After TalentCorp's endorsement

Company is eligible for double tax deduction for the following expenses incurred:



- RM500 monthly allowance and/or cash equivalent
- Meal, transportation & accommodation allowance\*
- Training courses\*
- Payment to 3<sup>rd</sup> party administering internship programme\*
- \* Limited to max total expenses of RM5,000 per student per year of assessment.

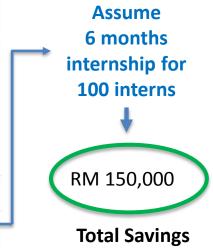
# **Structured Internship Programme (SIP)**



#### Cost per intern in a month:

A	
~	

	Double Tax Deduction	
	Without	With
	RM	RM
Allowance	1,000	1,000
Tax deduction (tax rate:25%)	(250)	(500)
Cost net of tax	750	500
Savings		250



2

	<b>Double Tax Deduction</b>	
	Without	With
	RM	RM
Allowance	333	500
Tax deduction (tax rate:25%)	(83)	(250)
Cost net of tax	250	250

Paying
RM500 allowance
with incentive
II
RM333 allowance
without tax
incentive

#### **Talent ProCertification**

OBJECTIVES

Support Government's effort to strengthen human capital development



Encourage <u>non-HRDF</u> contributing companies to enhance skills, knowledge and qualifications of employees



Expenses eligible for double tax deduction:

- Course fees
- Exam fees
- Exemption fees

Examples of Industry & Professional Qualifications (approved by Ministry of Finance):

**Shared Services & Outsourcing (SSO)** : Certified Outsourcing Professional (COP)

Accounting & Finance : ACCA, CPA Australia, CIMA, ICAEW, MICPA

**Human Resources** : AHRI, CIPD, MIHRM, SHRM

Project Management : PMP

ICT : CISCO, SAP

And more...

#### **Career Comeback Grants**

Career Comeback Grant is designed to encourage employers to recruit and retain women on career breaks for more than six (6) months, via <u>any channels</u> of recruitment.

A "woman returnee" = Malaysian woman, with <u>min 1 year working experience</u>, who return to workforce from a <u>career break after at least six (6) months</u> due to reasons related to family commitments, work-life balance, personal growth or compulsory exit



#### **Resourcing Grant**

Implement or enhance a programme or campaign to recruit women returnees. The grant offers co-funding of 75% of the cost incurred to run the programme up to a maximum of RM100,000.

Start date of programme must be between

1 January 2015 – 31 December 2015



#### **Retention Grant**

Successful recruitment and retention of women returnees for more than 6 months.

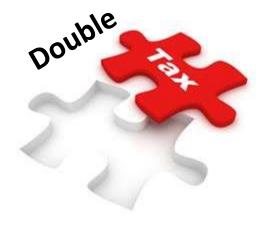
The grant amount is equivalent to a returnee's one month salary. The grant is up to a maximum of RM100,000.

Women returnee(s) must be hired between

1 January 2015 – 31 December 2015

maximum of RM200,000 per company.

# **TalentCorp Grants & Incentives (1)**



#### **1** Structured Internship Programme

**Double tax deduction** for expenses incurred on students pursuing **diploma and degree** on full time basis in **local campuses** 

# **2** Talent ProCertification (Non-HRDF contributor)

**Double tax deduction** for expenses incurred upskilling employees in professional certifications.

#### 3 Career Fair Incentive

**Double tax deduction** for expenses incurred in participating in overseas career fairs endorsed by TalentCorp.

- > Travel expenses for max 3 people:
  - Flights (economy class fare)
  - Accommodation max RM300 per person
  - On ground expense
  - Daily subsistence max RM150 per day
  - Printing and marketing materials, and other expenses directly related to career fair.

## **TalentCorp Grants & Incentives (2)**



#### **4** Career Comeback Grants

A grant amounting up to RM200,000 per company for companies that design and implement programme(s) targetted to assist women on career break to return to work or hired and retains women returnees.

#### **5** FWA Tax Incentives

Double tax deduction for both **consultancy and training cost** up to max of **RM 500,000**.

# **6** Training for Women on Career Breaks

Double tax deduction incentive for the **training cost up to RM40,000 per woman** incurred within 12 months of employment commencement.

## 7 Childcare Centre in the Workplace

**Double tax deduction** on childcare provision, maintenance and allowances as well as **tax exemption** on statutory income and industrial building allowance.

#### THANK YOU

www.talentcorp.com.my





#### Main Office:

Level 6, Surian Tower, No 1 Jalan PJU 7/3, Mutiara Damansara, 47810 Petaling Jaya, Selangor, Malaysia. Tel: +603 7839 7000 Fax: +603 7839 7001

#### Satellite Office

Business Suite 6 & 7, Level 1, Galeria PJH, Lot 29, Jalan P4W, Presint 4, Persiaran Perdana, 62100 Putrajaya, Malaysia.

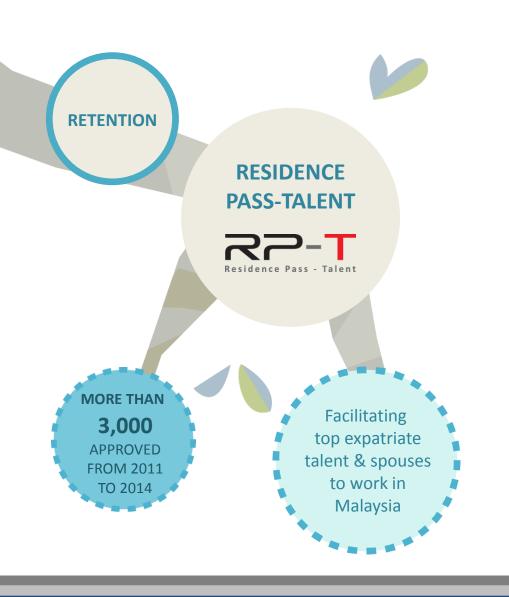
Tel: +603 8892 3800 Fax: +603 8892 3801



# Facilitate Foreign Talent



#### Residence Pass-Talent



#### **BENEFITS**



**10-years Pass** for highly qualified expatriates to continue to reside and work in Malaysia



Ability to **live and work in Malaysia** for up to **10 YEARS** 



Flexibility to change employers without having to renew the pass



Spouse and dependents under 18 years of age are eligible for the **Residence Pass-Talent dependent** 



**Spouse can seek employment** without the need to apply for an Employment Pass



#### **Expatriate Services Division(ESD)** Creating a single point of contact for **EASE OF** all expatriate related **APPLICATION** passes and permits **Employment EMPLOYMENT Pass PASS** DIVISION Residence Social Pass-Talent Visit Pass Dependent Pass **PREVIOUS** Professional **Employment SET-UP IN EXPATRIATE** Visit Pass **Pass IMMIGRATION SERVICES Visit Pass** (Temporary **DEPARTMENT DIVISION** Employment) for Maid VISA, PASS & PERMIT DIVISION **FOREIGN** Dependent Residence Pass-Talent **Pass** WORKER DIVISION Visit Pass Social **Professional** (Temporary Visit Pass **Visit Pass** Employment) **TRANSFORMATION** Client Charter: for Maid

**PRODUCT CENTRIC** 

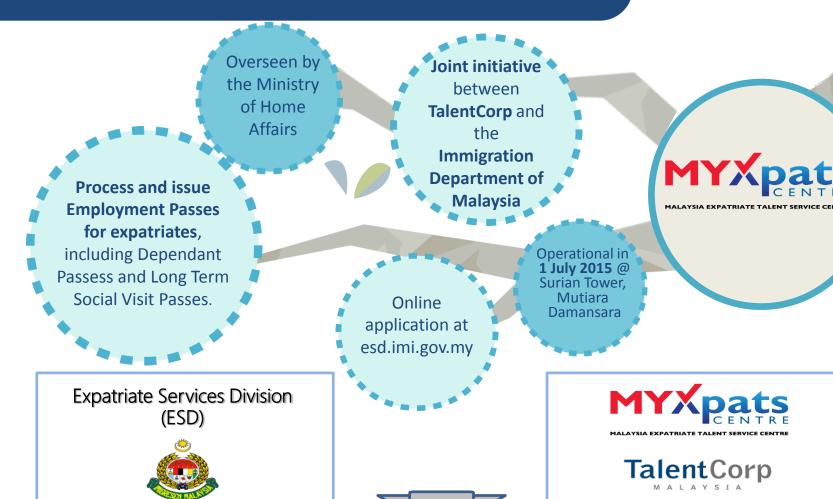
VS

**CUSTOMER CENTRIC** 

- 14 working days for company registration
- 5 working days for expatriate application



## Malaysia Expatriate Talent Service Centre



Company registration Expatriate application (14 working days) (5 working days)

Evaluates employers for compliance, risks and needs

Evaluates expatriates for suitability of jobs





#### MALAYSIA EXPATRIATE TALENT SERVICE CENTRE





#### ESD & MYXpats Centre – Key Differences



**Expatriate Services Division** 

VS





**MANAGED BY** 



**Company registration** 

**APPLICATION** 

**Expatriate application** 

**Evaluates employers for compliance, risks and needs** 

**EVALUATION** 

**Evaluates expatriates** for suitability of jobs



#### **Fully Managed By The Government**







It is a **joint initiative**between **TalentCorp** and the **Immigration Department of Malaysia**, and is overseen
by the **Ministry of Home Affairs** 

#### **CUSTODIAN OF IMMIGRATION POLICY**

The Ministry of Home Affairs will ensure that the rollout and implementation of MYXpats Centre's services is consistent with new developments of expatriate facilitation in Malaysia





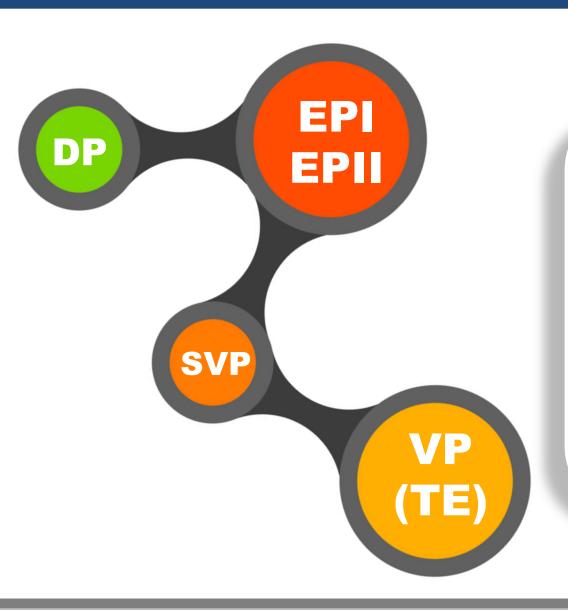
#### **INTEGRATING ASSETS & RESOURCES**

The Inland Revenue Board of Malaysia (LHDN) and the Companies Commission of Malaysia (SSM), MYXpats

Centre brings a new level of collaboration between government agencies to ensure enhanced and secure immigration services

## MYXpats Centre – Current Available Services





- Application for RELEVANT PASSES
- Seek assistance during the DOCUMENT SUBMISSION process
- COLLECT endorsed immigration passes



# PASS APPLICATION & SUBMISSION



# CREATE APPLICATION

- Fill in the required information applicants
- Fill positions by selecting through the lists at "Position Setup"
- Upload all documents as required



# 2 SUBMIT APPLICATION

 Submit completed application.
 Notification via the system will be sent to you upon receiving your application



# CLEARANCE

 Verification and validation of the submitted information by MYXpats Centre



#### NOTIFICATION

- Status notification will be sent via the system
- Approved expatriates may proceed to the next stage for passport endorsement





# PASS ENDORSEMENT & COLLECTION

Approval Letter	Payment	Endorsement	Collection
available online for download. Applicable fees will also be advised online	Payment for applicable fees can be made at the MYXpats Centre counter	Documents required during endorsement  - Original passport, copy of approval letter, payment receipt	Endorsed passport(s) can be collected within 3 working days
1	2	3	4

#### MYXpats Centre – Business As Usual





MYXpats Centre
will not replace or
supersede the
expatriate service
centres managed by
other government
Approving Agencies

#### MYXpats Centre – Business As Usual





RMO! Other than the fees to be paid for visa passes, there is no fee or surcharge to be paid for submitting Employment Pass and related expatriate pass applications through

**MORE THAN COMPANIES** REGISTERED WITH ESD

30,000 **EXPATRIATE APPLICATIONS HAS BEEN** SUBMITTED

**CLIENT CHARTER** 

**54%** >70%

JAN -**MAY '15** 

**JUNE '15** 

**MANUFACTURING** 



18%

**CONSTRUCTION** 



**OIL, GAS & ENERGY** 



**BUSINESS SERVICES** 





**TOP 5 SECTORS FOR EMPLOYMENT PASS APPLICATION** 

# RE-CLASIFICATION OF EMPLOYMENT PASS CATEGORY I, II and III

(effective 15/7/15)

# Re-Classification of Employment Pass-Category I, II and III

Employment Pass (Category I)	Employment Pass (Category II)	*Employment Pass (Category III)
Basic salary of minimum RM5k per month	Basic salary of minimum RM5k per month	Basic salary between RM2,500 to RM4,999 per month
Employment Contract  Minimum 2 years	Employment Contract Less than 2 years	Employment Contract must not exceed 12 months
Dependents are allowed	Dependents are allowed	Dependents <u>are not</u> allowed
Un-restricted renewal (subject to approval via ESD application)  * Exemption from minimum calculations	Un-restricted renewal (subject to approval via ESD application)	Allow for two (2) times renewal (subject to review)

<sup>\*</sup> Exemption from minimum salary requirement of RM5000 for Employment Pass

#### (Category III) Applications

- Companies intend to apply for EPIII is required to submit a letter to the Ministry of Home Affairs to seek exemption from the minimum salary requirement of RM5000
- The status of exemption request will be notified via online within 14 working days.
- Validity of exemption approval will be for the current year only. Subsequently, for the upcoming years the approval will be reviewed on a year-to-year basis.
- From 15 July, all companies in the construction sector will need to refer all expatriate Employment Pass
  applications for technical and non-technical posts to the <u>Construction Industry Development Board (CIDB)</u>





#### **CONTACT US:**

#### Address:

Malaysia Expatriate Talent Service Centre (MYXpats Centre)
Level 16, Surian Tower,
No. 1, Jalan PJU 7/3, Mutiara Damansara,
47810 Petaling Jaya, Selangor, MALAYSIA

**Tel:** 03 - 8892 3939

Email: MYXpats@talentcorp.com.my

Website: <a href="https://esd.imi.gov.my/portal/">https://esd.imi.gov.my/portal/</a>



#### **ESD Guidebook Download:**

https://esd.imi.gov.my/portal/pdf/esdguidebook.pdf





www.talentcorp.com.my





