

Suruhanjaya Syarikat Malaysia (SSM) has implemented a 2020 Compliance Campaign of Companies Act 2016 commencing from **01/01/2020 to 30/04/2020**. During this campaign period, SSM is offering a maximum compound reduction rate of 90% from the original compound rate imposed under the Companies Act 1965 (CA 1965) and the Companies Act 2016 (CA 2016). This reduction of compound is applicable to company that is under the following circumstances/situations:-

- 1) Active Company that has updated the filing of the outstanding Annual Returns and Audited Financial Statements with SSM based on the provisions of CA 1965/CA2016.
- 2) Dormant Company that has made request to SSM for strike off pursuant to Section 550 CA 2016.

Areas qualified for the compound during the campaign period:-

	Section / Regulation	Types of offences
1.	Section 7(11)(b) CA 1965	Failure to reply the notice from SSM
2.	Section 143(1) CA 1965	Failure to hold Annual General Meeting
3.	Section 165(4)/(5) CA 1965	Failure to lodge the Annual Return
4.	Section 169(1) CA 1965	Failure to table the Financial Statements
5.	Section 68(1) CA 2016	Failure to lodge the Annual Return
6.	Section 248(1) CA 2016	Failure to prepare the Financial Statements
7.	Section 258(1) CA 2016	Failure to circulate the Audited Financial Statements
8.	Section 259(1) CA 2016	Failure to lodge the Audited Financial Statements
9.	Section 340(1) CA 2016	Failure to hold Annual General Meeting (for Public Company)

The above initiative by SSM is to create awareness among the corporate sector to increase the compliance rate under CA 1965/CA2016. It also assists SSM to update the register of company records in order to ensure the information lodged by companies with SSM is accurate, relevant and up to date.

It is advisable for the Directors to initiate the necessary steps to update the lodgement of Annual Return and Audited Financial Statements with SSM without further delay to avoid any subsequent action or substantial compound imposed by SSM.

Please call us at 603-79813337 or email to us at secfinkl@secfingroup.com for the compliance assistance that you may require.

You may check your compound at www.ssm.com.my/Pages/Quick_Link/e-Compound.aspx