e-Invoice Special Voluntary Disclosure Program (SVDP) from 7 July 2026 to 31 December 2027

EY Tax Alert (Special edition)

10 July 2026 - Issue No. 5

Coverage of this alert

The Inland Revenue Board of Malaysia (IRBM), through its media release dated 7 July 2026, has introduced the e-Invoice Special Voluntary Disclosure Program (SVDP), effective from 7 July 2026 to 31 December 2027. The SVDP is also reflected in updated Guidelines.

We highlight below the key features of the e-Invoice SVDP and what businesses need to know to benefit from the program.

Overview

- Based on the updated e-Invoice Specific Guideline (Version 4.8) on 7 July 2026, the e-Invoice SVDP applies to the following categories of taxpayers:

  a) Taxpayers who have not submitted or have missed out in submitting e-Invoices for any period commencing from their mandatory e-Invoice implementation date.
  b) Taxpayers who have submitted e-Invoices, but the e-Invoices contain errors or information that do not comply with the specifications or requirements prescribed under the relevant tax legislation, e-Invoice Guideline and / or e-Invoice Specific Guideline.
  c) Taxpayers who have not submitted any e-Invoices for any period or transaction commencing from their mandatory e-Invoice implementation date.
  d) Taxpayers who are currently undergoing or have been notified by the IRBM that they will be undergoing an e-Invoice compliance review.

- The IRBM will not undertake e-Invoice compliance reviews and enforcement actions in respect of the e-Invoices voluntarily disclosed under the e-Invoice SVDP, provided that such e-Invoices comply with the specifications and requirements prescribed under the relevant tax legislation, e-Invoice Guideline and e-Invoice Specific Guideline. This concession is not available where the voluntary disclosure involves fraud, willful default or negligence.

- Currently, Taxpayers that implement e-Invoicing in accordance with the prescribed timeline, comply with the e-Invoice requirements and do not utilise certain implementation flexibilities provided by the IRBM may claim accelerated capital allowance (ACA) on qualifying information, communication and technology equipment and customised software development costs for e-Invoice implementation. The existing ACA allows the expenditure to be written off over two years. Under the latest announcement, the Government proposes to further enhance the incentive by allowing the full capital allowances to be claimed in a single year.

Key considerations for businesses

- For e-Invoices voluntarily disclosed or submitted under the e-Invoice SVDP, taxpayers are required to indicate the following in the "e-Invoice version" data field:

  a) "SVDP 1.2" (for e-Invoices submitted without a digital signature).
  b) "SVDP 1.3" (for e-Invoices submitted with a digital signature).

  The above identifiers distinguish e-Invoices submitted under the e-Invoice SVDP from those submitted outside the program.

- Consistent with the existing e-Invoice requirements, for voluntary disclosure of consolidated e-Invoices not previously submitted, taxpayers are required to submit the consolidated e-Invoices according to the respective months of the underlying transactions. Submission of a single consolidated e-Invoice covering multiple months on a lump sum basis is not permitted.

- Except for transactions undertaken during the interim relaxation period, any transaction exceeding RM10,000 (on or after 1 January 2026) that was not previously reported via a transactional e-Invoice can be regularized under the e-Invoice SVDP through the issuance of a transactional e-Invoice.

What actions should businesses consider?

- **Conduct e-Invoice "health check"**
  Businesses should assess their current level of e-Invoice compliance and review any e-Invoice positions previously adopted to identity potential compliance gaps. Where such gaps are identified, businesses should consider leveraging the e-Invoice SVDP to regularize their compliance position.

- **Review accuracy and completeness of submitted e-Invoices**
  Businesses should reconcile information reported in e-Invoices against their accounting records and other relevant financial data to validate the completeness and accuracy of e-Invoice reporting, particularly where multiple accounting or enterprise systems are used.

- **Update "e-Invoice Version" data field in the system**
  Businesses seeking to regularize their e-Invoice compliance position under the e-Invoice SVDP should have the "e-Invoice Version" data field updated with the appropriate identifier, namely "SVDP 1.2" (without a digital signature) or "SVDP 1.3" (with a digital signature).

- **Strengthen record-keeping and tracking procedures**
  Where e-Invoices are issued under the e-Invoice SVDP to regularize previously unsubmitted or incorrectly submitted transactions, businesses should maintain a clear audit trail and separately track such e-Invoices so that the issuance of those e-Invoices does not result in duplicate recognition of the underlying revenue or expense in their accounting records or financial statements. Businesses should also take appropriate steps to rectify the same issues on a going-forward basis.

Our team

Principal Tax

Yeo Eng Ping
(EY Asia East Tax Leader)
eng-ping.yeo@my.ey.com
+603 7495 8288

Amarjeet Singh
(EY Asean Tax Leader)
amarjeet.singh@my.ey.com
+603 7495 8383

Farah Rosley
(Malaysia Tax Leader)
farah.rosley@my.ey.com
+603 7495 8254

Global Compliance and Reporting

Farah Rosley
Partner
farah.rosley@my.ey.com
+603 7495 8254

Julian Wong
(EY Asean Global Compliance and Reporting Leader)
julian.wong@my.ey.com
+603 7495 8347

Asaithamby Perumal
Partner
asaithamby.perumal@my.ey.com
+603 7495 8248

Liew Ai Leng
Partner
ai-leng.liew@my.ey.com
+603 7495 8308

Elias Mohammad
Partner
elias.mohammad@my.ey.com
+603 7495 8208

Janelle Lim
Partner
janelle.lim@my.ey.com
+603 7495 8380

Linda Kuang
Partner
(based in Kuching)
linda.kuang@my.ey.com
+6082 752 660

Aaron Bromley
Partner
aaron.bromley@my.ey.com
+603 7495 8314

Mark Liow
Associate Partner
(based in Penang)
mark.liow@my.ey.com
+604 688 1899

Pritam Singh
Associate Partner
pritam.singh@my.ey.com
+603 7495 8396

Sharmila Sinnasamy
Associate Partner
(Global Tax CoE)
sharmila.sinnasamy@my.ey.com
+603 7495 8105

Vanessa Khaw
Associate Partner
(Global Tax CoE)
vanessa.khaw@my.ey.com
+603 7495 8318

Ng Chee Shiong
Associate Partner
(Tax Technology)
chee.shiong.ng@my.ey.com
+603 7495 8507

People Advisory Services Tax

Irene Ang
Partner
irene.ang@my.ey.com
+603 7495 8306

Christopher Lim
Partner
christopher.lim@my.ey.com
+603 7495 8378

Cynthia Wong
Partner
cynthia.wong@my.ey.com
+603 7495 8129

Rachel Teh
Associate Partner
rachel.teh@my.ey.com
+603 7495 8241

Lenny Vadala
Partner
(Payroll Operate Services)
lenny.vadala@my.ey.com
+603 7495 7866

Jaclyn Tan
Associate Partner
(Payroll Operate Services)
jaclyn.tan@my.ey.com
+603 7495 8404

Indirect Tax

Farah Rosley
Partner
farah.rosley@my.ey.com
+603 7495 8254

Yeoh Cheng Guan
Partner
cheng-guan.yeoh@my.ey.com
+603 7495 8408

Jalbir Singh Riar
Partner
jalbir.singh-riar@my.ey.com
+603 7495 8329

Germaine SL Ong
Associate Partner
(based in Penang)
germaine.sl.ong@ey.com
+604 688 1908

Financial Services

Koh Leh Kien
Partner
leh-kien.koh@my.ey.com
+603 7495 8221

Bernard Yap
Partner
bernard.yap@my.ey.com
+603 7495 8291

Gary Ling
Partner
gary.ling@my.ey.com
+603 7495 8388

Our team

International Tax and Transaction Services

Yeo Eng Ping
eng-ping.yeo@my.ey.com
+603 7495 8288

Amarjeet Singh
amarjeet.singh@my.ey.com
+603 7495 8383

Sockalingam Murugesan
(EY Asean Transfer Pricing Leader and Malaysia Transfer Pricing Leader)
sockalingam.murugesan@my.ey.com
+603 7495 8224

Anil Kumar Puri
(EY Asean International Tax and Transaction Services Leader)
anil-kumar.puri@my.ey.com
+603 7495 8413

Andrew Loh
Partner
(International Corporate Tax Advisory)
andrew.loh@my.ey.com
+603 7495 8313

Chua Meng Hui
Partner
(International Corporate Tax Advisory)
meng-hui.chua@my.ey.com
+603 7495 8261

Sharon Yong
Partner
(International Corporate Tax Advisory)
sharon.yong@my.ey.com
+603 7495 8478

Florence Tan
Partner
(International Corporate Tax Advisory)
florence.tan@my.ey.com
+603 7495 8585

Derek Chan
Associate Partner
(International Corporate Tax Advisory)
derek.chan@my.ey.com
+603 7495 8336

Shalini R. Chandrarajah
Associate Partner
(International Corporate Tax Advisory)
shalini.chandrarajah@my.ey.com
+603 7495 8281

Linda Ooi
Associate Partner
(International Corporate Tax Advisory)
linda.ooi@my.ey.com>
+603 7495 8354

Venkataraman Ganesan
Associate Partner
venkataraman.ganesan@my.ey.com

Gary Ling
Partner
(Transfer Pricing)
gary.ling@my.ey.com
+603 7495 8388

Hisham Halim
Partner
(Transfer Pricing)
hisham.halim@my.ey.com
+603 7495 8536

Vinay Nichani
Partner
(Transfer Pricing)
vinay.nichani@my.ey.com
+603 7495 8433

Amith Vijay Kumar
Associate Partner
(Transfer Pricing)
amith.vijay-kumar@my.ey.com
+603 7495 8387

Robert Yoon
(EY Asean Quantitative Services Leader)
(based in Johor)
robert.yoon@my.ey.com
+603 7495 8332

Bernard Yap
Partner
(Private Tax)
bernard.yap@my.ey.com
+603 7495 8291

Wong Chow Yang
Partner
(Private Tax)
chow-yang.wong@my.ey.com
+603 7495 8349

Chua Siong Chee
Associate Partner
(Private Tax)
siong-chee.chua@my.ey.com
+603 7495 8410

Anissa Anuar
Associate Partner
(Private Tax)
anissa.anuar@my.ey.com
+603 7495 8487

Prabu Chaloraju
Associate Partner
(Private Tax)
prabu.chaloraju@my.ey.com
+603 7495 8279

Chan Vai Fong
Associate Partner
(Tax Controversy)
vai-fong.chan@my.ey.com
+603 7495 8317

Ville Antikainen
Associate Partner
(Tax Technology)
ville.antikainen@my.ey.com
+603 2388 7683

EY | Building a better working world

EY is building a better working world by creating new value for clients, people, society and the planet, while building trust in capital markets.

Enabled by data, AI and advanced technology, EY teams help clients shape the future with confidence and develop answers for the most pressing issues of today and tomorrow.

EY teams work across a full spectrum of services in assurance, consulting, tax, strategy and transactions. Fueled by sector insights, a globally connected, multi-disciplinary network and diverse ecosystem partners, EY teams can provide services in more than 150 countries and territories.

All in to shape the future with confidence.

APAC no. 07012282
ED None

ey.com/my