

الملتقى الأول لمؤتمر اتحاد السلطات الضريبية للبلاد الإسلامية (ATAIC) التقى
★ 1st ATAIC TECHNICAL CONFERENCE 2004 ★



**4 - 7 October 2004
Putrajaya Convention Centre
Malaysia**



FINAL REPORT



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DELEGATES DIRECTORY



REGISTRATION



REGISTRATION FOR HEAD OF DELEGATIONS

Head of Delegations are kindly invited to sign their names here.

Y.M PG HJ MAMMIN PLW PG. HJ YUSSOF
Head of Brunei Darussalam Delegation

DJANGKUNG SUDJARWADI
Head of Indonesia Delegation

H.E. DR. GHOLAMREZA HAIDARI
KORD ZANGANEH
Head of Iran Delegation

FAWZI SULAIMAN AHMAD AL-QASSAR
Head of Kuwait Delegation

MOHD SALAN HJ. RIDZUAN
Head of Malaysia Delegation

NOUREDDINE BENSOUDA
Head of Morocco Delegation

SALMAN NABI
Head of Pakistan Delegation

MOFTAH JASSIM AL-MOFTAH
Head of Qatar Delegation

ASSANE DIANKO
Head of Senegal Delegation

ABDEL GADIR MOH. AHMED
Head of Sudan Delegation

UMIT AKSOY
Head of Turkey Delegation

AHMED MOHAMED ABDO RAJEH
Head of Yemen Delegation



BRUNEI DARUSSALAM

DELEGATES

SIGNATURES

1. DAYANG CHAIRANI HAJI SULAIMAN

2. DAYANGKU MASLEDA PG. DAUD



INDONESIA

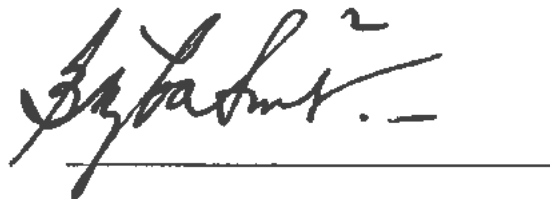
DELEGATES

SIGNATURES

1. HERRY SUMARDJITO



2. IQBAL ALAMSJAH



3. MOHAMMAD HASIN



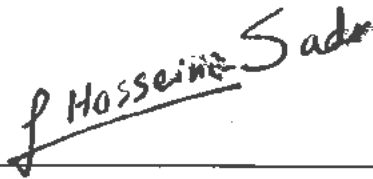


IRAN

DELEGATES

1. FARAH HOSSEINI SADR

SIGNATURES



2. MOHAMMAD ALI BEIG POUR





KUWAIT

DELEGATES

SIGNATURES

1. NABIL S. AL-ABDUL JALIL

2. YOUSEF N.KH.N. HAMADA

3. MOHAMMED KHALED AL-ESSA



MALAYSIA

DELEGATES

SIGNATURES

1. DATO' DR. ISMAIL IBRAHIM



2. MOHD RAIS HAJI ALIAS



3. KHODIJAH ABDULLAH



4. SITI NORAZLINA SENI





MOROCCO

DELEGATES

1. OMAR AL-MADANI

SIGNATURES



PAKISTAN

DELEGATES

SIGNATURES

1. MUKHTAR AHMAD GONDAL



2. VAKIL AHMED KHAN





QATAR

DELEGATES

1. HEDAYAT HASSAN NAGUIB

2. YOUSEF BILAL

SIGNATURES







SUDAN

DELEGATES

SIGNATURES

1. DR. IBRAHIM HASSAN IBRAHIM

Ibu. H. Ibrahim.



TURKEY

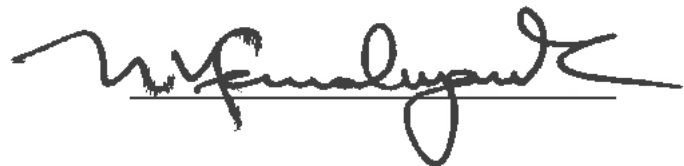
DELEGATES

SIGNATURES

1. AYDIN KIRATLI



2. N.KEMAL UYANIK






YEMEN

DELEGATES

SIGNATURES

1. ABDULMOGNI SALEH AL-ASHAWAL



2. YAHYA MOHAMED A-ALOSTA





REPORT OF THE 1ST ATAIC TECHNICAL CONFERENCE

REPORT OF THE 1ST ATAIC TECHNICAL CONFERENCE 2004

INTRODUCTION

The 1st ATAIC Technical Conference 2004 was held at the Putrajaya Convention Centre (PCC), Putrajaya, Malaysia from October 4 to 7, 2004.

Thirty three (33) delegates representing the eleven (11) ATAIC members, namely Brunei Darussalam, Indonesia, Iran, Kuwait, Malaysia, Morocco, Pakistan, Qatar, Senegal, Sudan, and Yemen attended the Conference.

In addition, thirteen (13) observers from Turkey and Malaysia were also present during the Conference. (The list of delegates and observers is in Appendix IV).

STEERING COMMITTEE MEETING

The Steering Committee Meeting of the 1st ATAIC Technical Conference 2004 was held at the Kuala Lumpur Room, Putrajaya Marriott Hotel, Putrajaya, Malaysia on October 3, 2004.

Tan Sri Dato' Zainol Abidin bin Abd. Rashid opened the Steering Committee Meeting and welcomed all delegates to Putrajaya, Malaysia. (The Steering Committee Meeting Report is in Appendix I).

WELCOME BARBEQUE DINNER HOSTED BY THE CHIEF EXECUTIVE OF INLAND REVENUE BOARD MALAYSIA

The delegates and observers were greeted with a welcome barbeque dinner at the Wisma Putra Room, Putrajaya Marriott Hotel, Putrajaya on October 3, 2004.

PHOTOGRAPH SESSION

A commemorative photograph was taken of all Head of Delegations together with the Guest of Honour, Dato' Izzuddin bin Dali, the Secretary General of Treasury, Ministry of Finance Malaysia, at Hall B1, PCC, Putrajaya. Another photograph of Dato' Izzuddin bin Dali, with all the delegates and observers was also taken.

OPENING PLENARY SESSION

The Opening Plenary Session of the 1st ATAIC Technical Conference 2004 commenced soon after the Official Opening Ceremony on October 4, 2004 at Hall B2, PCC, Putrajaya, attended by all delegates and observers.

STEERING COMMITTEE MEETING

The Steering Committee Meeting of the 1st ATAIC Technical Conference 2004 was held at the Kuala Lumpur Room, Putrajaya Marriott Hotel, Putrajaya, Malaysia on October 3, 2004. Tan Sri Dato' Zainol Abidin bin Abd. Rashid, Chairman of ATAIC briefly explained to the new members of ATAIC the background of the formation of the ATAIC. The idea for the formation of ATAIC was based on the realization that not many Muslim countries were involved with matters pertaining to development of tax measures in relation to the era of globalization and the existence of businesses in a borderless environment.

Approval of New Membership Applications

The five new applications for membership from Egypt, Iran, Qatar, Senegal and Sudan were unanimously approved by the existing members. The Chairman welcomed the new members and hoped that they would contribute in developing ideas and charting the current and future progress of the ATAIC. With the inclusion of these five new members, the ATAIC membership had increased from eleven (11) to sixteen (16) within less than a year of its formation.

**DINNER HOSTED BY THE SECRETARY GENERAL OF TREASURY,
MINISTRY OF FINANCE, MALAYSIA**

A welcome dinner was hosted by Dato' Izzuddin bin Dali, the Secretary General of Treasury, Ministry of Finance, Malaysia at the Putrajaya Ballroom 2, Putrajaya Marriott Hotel, Putrajaya on October 4, 2004.

**DINNER HOSTED BY THE CHAIRMAN OF INLAND REVENUE BOARD
MALAYSIA**

Another dinner took place on the evening of October 5, 2004 at the Seri Angkasa Revolving Restaurant, KL Tower, Kuala Lumpur. The dinner was hosted in the name of Dato' Izzuddin bin Dali, the Chairman of Inland Revenue Board Malaysia.

SOCIAL VISIT/CITY TOUR

The social visit/city tour of the Kuala Lumpur City was organized on October 6, 2004.

CLOSING PLENARY SESSION

The Closing Plenary Session was held at Hall B2, PCC Putrajaya on October 7, 2004. In his Opening Remarks, the Chairman of ATAIC, Tan Sri Dato' Zainol Abidin bin Abd. Rashid, welcomed all delegates and informed them that this session would hear the presentations of reports of the two Working Groups Sessions to be followed by the closing of the Conference.

The Chairman called upon each of the two Rapporteurs of the Working Groups to make their presentations.

Tan Sri Dato' Zainol Abidin bin Abd. Rashid, Chairman of ATAIC then officially closed the 1st ATAIC Technical Conference 2004.

This was followed by the announcement that the 2nd ATAIC Technical Conference 2005 would be hosted by Malaysia again.

VISIT TO AKADEMI PERCUKAIAN MALAYSIA (MALAYSIAN TAX ACADEMY)

A visit to the Akademi Percukaian Malaysia was organised for the delegates in the afternoon of October 7, 2004.



APPENDIX I

- **STEERING COMMITTEE MEETING REPORT**
- **AGENDA**
- **PROGRAMME**
- **WORKING GROUP RULES AND PROCEDURES**
- **LIST OF CHAIRPERSONS AND RAPPORTEURS**

STEERING COMMITTEE MEETING REPORT

INTRODUCTION

The Steering Committee Meeting of Member Countries of the 1st ATAIC Technical Conference 2004 was held at the Kuala Lumpur Room, Putrajaya Marriot Hotel, Putrajaya, Malaysia on October 3, 2004. The Head of Delegations from the participating member administrations were all present at the Meeting.

Tan Sri Dato' Zainol Abidin bin Abd. Rashid, Chairman of the Steering Committee Meeting and the Chief Executive of the Inland Revenue Board of Malaysia, opened the Steering Committee Meeting. He introduced himself and welcomed the delegates to Putrajaya, Malaysia. He explained that the Technical Meeting will be held at the Putrajaya Convention Centre tomorrow and invited all delegates to savour the beauty of Putrajaya.

The Chairman proceeded to briefly explain to new members the background of the formation of the Association of Tax Authorities of Islamic Countries (ATAIC). The Chairman elaborated that ATAIC was launched by Malaysia's former Prime Minister, Tun Dr. Mahathir Mohamed on October 15, 2003 at the 10th Organisation of Islamic Conference (OIC). The idea for the formation of ATAIC was based on the realisation that not many Muslim countries are involved with matters pertaining to development of tax measures in the era of globalisation and businesses existing in a borderless environment. As an example, at meetings for tax / groupings such as SGATAR (Study Group on Asian Tax Administration and Research), CATA (Commonwealth Association of Tax Administrators), CIOTA (Committee of International Organisation of Tax Administrators), CIAT (Inter-American Centre of Tax Administrations), CREDAF (Centre des Recontras et d'Etudes des Dirigeants des Administrations Fiscales) and IOTA (Intra-European Organisation of Tax Administrations), the Chairman felt that views of Muslim countries are not heard. Furthermore, the concerns with zakat i.e. the Muslim tax mechanism is not developed in line with the changes happening in this world. As

The appointed Chairpersons and Rapporteurs for the parallel sessions are as follows:

Topic 1: Taxpayer service – improvement in tax administration towards better service to taxpayers.

Chairperson: Mr. Salman Nabi (Pakistan)

Rapporteur: Mdm. Khodijah Abdullah (Malaysia)

Topic 2: The role of zakat in development of the *Muslim Ummah* – country report on modernisation strategies on collection and distribution.

Chairperson: Mr. Fawzi Sulaiman Ahmad Al-Qassar (Kuwait)

Rapporteur: Mr. Iqbal Alamsjah (Indonesia)

There being no other issues for discussion, the Chairman thanked everyone for their valuable contributions and extended a welcome dinner invitation to them.

The meeting was adjourned at 7.00 p.m.

PROGRAMME

Date	Time	Venue	Agenda
3 Oct 2004 Sunday	Whole day	Melaka Room, Putrajaya Marriott Hotel	Arrival of Delegates & Registration
	1800	Kuala Lumpur Room, Putrajaya Marriott Hotel	Steering Committee Meeting of Member Countries
	2000	<i>Poolside, Putrajaya Marriott Hotel</i>	<i>Dinner hosted by the Chief Executive, Inland Revenue Board Malaysia</i>
4 Oct 2004 Monday	PUTRAJAYA CONVENTION CENTRE		
	Opening Ceremony of 1st ATAIC Technical Conference 2004		
	0845	Hall B1	• Arrival of Delegates & Guests
	0900		• Arrival of the Guest of Honour
	0915		• Du'a
	0920		• Welcome Address by the Chairman of ATAIC
	0945		• Opening of the 1 st ATAIC Technical Conference by the Guest of Honour
	1000	Hall 6	• Tea Reception
	1020	Hall 7	• Press Conference by the Guest of Honour
	1035	Hall B1	• Photography Session
	1040		• Opening Ceremony ends
	Commencement of 1st ATAIC Technical Conference 2004		
	1045	Hall B2	Opening Remarks by Chairman of ATAIC
	1100	Hall 8 & Hall 9	Commencement of Parallel Sessions of Topic 1 & Topic 2
	1230		• Lunch and Prayer Break
	1400		• Continuation of Parallel Sessions
	1530		• Coffee Break
	1545		• Continuation of Parallel Sessions
	1700		• Adjournment
2000	<i>Putrajaya Ballroom 1, Putrajaya Marriott Hotel</i>	<i>Dinner hosted by Secretary General of Treasury, Ministry of Finance Malaysia</i>	
5 Oct 2004 Tuesday	0900	Hall B2	Announcements
	0915	Hall 8 & Hall 9	Resumption of Parallel Sessions
	1030		• Coffee Break
	1100		• Continuation of Parallel Sessions
	1230		• Lunch and Prayer Break
	1400		Preparation of Reports of Parallel Sessions
	1530		• Coffee Break
	1545		• Continuation of Preparation of Reports
	1700		• Adjournment
	2000	<i>Serl Angkasa Revolving Restaurant, KL Tower</i>	<i>Dinner hosted by Chairman of Inland Revenue Board Malaysia</i>

WORKING GROUP RULES AND PROCEDURES

1. OBJECTIVES

The Rules and Regulations on the conduct of the Parallel Sessions are being promulgated for the following purposes:

- 1.1. To ensure that the discussions will be conducted in an orderly and systematic fashions
- 1.2. to ensure that the discussions shall be focused on specific issues and directed toward the resolution of the topics at hand
- 1.3. to ensure that the discussions shall be productive, and that their outcome shall be of relevance to all ATAIC members
- 1.4. to ensure that the Final Report of the 1st ATAIC Technical Conference 2004 shall accurately reflect the observations, opinions and conclusions of the different Parallel Sessions

2. DUTIES AND RESPONSIBILITIES OF THE PARALLEL SESSIONS

A Chairperson and Rapporteur shall be designated for each Parallel Session. Their duties and responsibilities are as follows :

- 2.1. **The Chairperson shall :**
 - 2.1.1. open and close a discussion group session
 - 2.1.2. uphold and enforce the procedures governing the conduct of a discussion group session
 - 2.1.3. guide the group discussions through the various points specified in the Discussion Agenda
 - 2.1.4. ensure that the appropriate amount of discussion time is devoted to each item on the Discussion Agenda

LIST OF CHAIRPERSONS AND RAPPORTEURS

Topic 1: **Taxpayer Service – Improvement In Tax Administration
Towards Better Service To Taxpayers**

Chairperson : Mr. Salman Nabi
Pakistan

Rapporteur : Mdm. Khodijah Abdullah
Malaysia

Topic 2: **The Role of Zakat In Development Of The Muslim Ummah –
Country Report On Modernisation Strategies On Collection
And Distribution**

Chairperson : Mr. Fawzi S.A. Al-Qassar
Kuwait

Rapporteur : Mr. Iqbal Alamsjah
Indonesia



APPENDIX II

SPEECHES AT THE OPENING CEREMONY

SPEECHES AT THE OPENING CEREMONY

WELCOME ADDRESS

TAN SRI DATO' ZAINOL ABIDIN BIN ABD. RASHID
CHIEF EXECUTIVE OF INLAND REVENUE BOARD MALAYSIA /
CHAIRMAN OF ATAIC

BISMILLAHHIRAHMANIRRAHIM

Y. Bhg. Dato' Izzuddin Dali
Secretary General of Treasury
Ministry of Finance Malaysia,

Y. Bhg. Dato' Mohd. Zaid Ismail
Chairman of Organising Committee -
1st ATAIC Technical Conference 2004,

His Excellencies, Ambassadors of ATAIC Member Countries,
Distinguished guests,
Ladies and gentlemen.

Assalamualaikum warahmatullahi wabarakatuh and a very good morning.

First and foremost, as the host and Chairman of the ATAIC, I would like to take this opportunity to welcome all delegates to Malaysia. In our Malaysian tradition we say, "Selamat Datang", "Welcome to Malaysia."

I am honoured by the presence of the Secretary General of Treasury, Ministry of Finance Malaysia, the Honourable Dato' Izzuddin Dali who has kindly consented to officiate the opening of this conference.

Ladies and Gentlemen,

However, despite the presence of these organisations, the many issues facing Islamic tax authorities in the area of tax and zakat, are still left unattended in view of the absence of an organisation that can best represent their interests.

It is in the context of this background that the initiative was taken to successfully form this organisation. I would like to take this opportunity to record my deepest appreciation to all of you for your invaluable support for making the ATAIC a reality. From a membership of eleven (11), we should be proud that the membership has grown to sixteen (16) today. I am confident many more will join us as we progress in our pursuit of hope and excellence for the fraternity of this organisation.

Ladies and gentlemen,

We live in a rapidly changing world. May it be in the political, economic and social arena, the momentum of change is indeed unprecedented. Compounding these changes are the bigger issues of globalisation, new emerging technologies and the looming spectre of a unipolar world that have resulted in uncertainties unknown just a decade ago.

Where does the Muslim world stand in this delicate and unpredictable global scenario? We may perhaps be comforted by the fact that the answer should be left to the wisdom of our political masters. But unfortunately, the world has increasingly become too small for us, as tax and zakat administrators, to be insulated from the push and pull of an intensely competitive world.

It is for that reason that the formation of this ATAIC is indeed timely and opportune. May I take this opportunity to congratulate all of you for being part of this historic event.

As a starting point to addressing the many issues that we face today, we have taken the liberty, with the generous support and valued inputs from member countries in choosing the two following topics for this 1st ATAIC Technical Conference.

OPENING ADDRESS

Y. BHG. DATO' IZZUDDIN DALI

SECRETARY GENERAL OF TREASURY

MINISTRY OF FINANCE MALAYSIA

Y. Bhg. Tan Sri Dato' Zainol Abidin bin Abd. Rashid

Chairman of ATAIC and Chief Executive of Inland Revenue Board Malaysia

Y. Bhg. Dato' Mohd. Zaid bin Ismail

Chairman of 1st ATAIC Technical Conference 2004 Organizing Committee

Distinguished delegates, ladies and gentlemen,

Firstly, on behalf of the Government of Malaysia, I would like to extend a warm welcome to all of you to Malaysia and to the 1st Association of Tax Authorities of Islamic Countries, in short the ATAIC.

I am privileged to be here to officiate the opening of this Conference and to address such distinguished delegates from the Islamic world, spanning the major continents of the globe.

To Malaysia, the hosting of this Conference is indeed an honour, not just because the 1st ATAIC Conference is being hosted here, but more importantly the growing interest shows by countries of the Muslim world to join this Association since it was first launched slightly less than a year ago.

Ladies and gentlemen,

The ATAIC is an organization of tax authorities of Islamic countries, by Islamic countries and for Islamic countries. As was mentioned earlier by Tan Sri Dato' Zainol Abidin, the existence of other international tax organizations may not be able to provide adequate support systems to the many specific and general issues facing tax administrators of Islamic countries. These issues, although may appear to be common to all tax administrators, will assume peculiarities common only in the Islamic context. A case in point is the interfacing of conventional