

AC Reporting Form
Appropriation of trading stock for non-trade or capital purposes under section 10J / Conversion of non-trade or capital asset to trading stock under section 32A of the Income Tax Act 1947 (“ITA”)



- Note:**
- An individual, including partnership with only individual partners, is not required to complete this Form.
 - This Form may take you 10 minutes to complete.
 - Please get ready the particulars of the appropriation/conversion and market value of the trading stock and/or capital asset as at the date of appropriation/conversion.
 - There is no need to submit supporting document with the Form. However, contemporaneous supporting documents should be made available when the Comptroller of Income Tax (“CIT”) requests them.
 - You should submit the completed and signed Form together with your income tax return or income tax computation via myTax Mail (<https://mytax.iras.gov.sg>).

Part 1 – Particulars of taxpayer / partnership	
Name of taxpayer / partnership:	_____
Tax Ref. No.:	_____
Year of Assessment:	_____
Part 2 – Declaration of appropriation/conversion (Tick where applicable)	
There is an appropriation during the basis period for the above Year of Assessment.	
<input type="checkbox"/> a)	Trading stock held on revenue account is appropriated for non-trade/capital purposes. (Please complete Part 3a below)
<input type="checkbox"/> b)	Non-trade/capital asset is converted to trading stock. (Please complete Part 3b below)
Part 3a – Details of appropriation of trading stock for non-trade/capital purposes¹	
Description of trading stock:	_____
Date of purchase or completion ² by taxpayer:	_____
Date of appropriation:	_____
Reason(s) for the appropriation:	_____
Cost of trading stock:	_____
Net book value of trading stock ³	_____
Open market value (“OMV”) of	_____

¹ Refer to section 10J of ITA

² Completion of manufacture, preparation or construction.

³ Net book value will be the same as purchase cost if no provision for diminution in value or fair value adjustment had been made previously.

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trading stock as at the date of appropriation: _____

Gain / (loss) on appropriation brought to tax / claimed in the Income Tax return: _____

Whether the OMV is supported by independent valuation: Yes No

Confirmation that the tax adjustment(s) has/have been included in the Income Tax return: Yes No

Part 3b – Details of conversion of non-trade/capital asset to trading stock⁴

Description of non-trade/capital asset: _____

Date of purchase: _____

Date of conversion: _____

Reason(s) for the conversion: _____

Cost of asset: _____

Open market value (“OMV”) of the asset as at the date of conversion: _____

Estimated date of disposal of trading stock (if available): _____

Describe any value-add activities carried out on the trading stock after the conversion: _____

Whether the OMV is supported by independent valuation: Yes No

⁴ Refer to section 32A of ITA

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Confirmation that any balancing adjustment (if applicable) has been included in the Income Tax return: Yes No Not applicable

Part 4 – Declaration

I declare that the information provided in this Form is accurate and complete.

Full name and signature of authorised person	Designation	Date
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Note: Under the Income Tax Act, there are penalties for failing to give a return, furnishing an incorrect return or making a false declaration.

Checklist on documents maintained to support the particulars of the appropriation/ conversion and valuation (Tick where applicable)

Please tick the relevant boxes below to indicate which relevant information and/or documents are available to support the occurrence of an appropriation/conversion, the date of appropriation/conversion and valuation. You do not need to submit these documents at the point of tax filing. However, please retain them and submit them to CIT upon request.

- | | |
|---|--|
| <input type="checkbox"/> Proposal on Appropriation/ Conversion and Director's resolution | <input type="checkbox"/> Advertisement for rent or lease only |
| <input type="checkbox"/> Donation receipt (applicable only for donation of trading stock) | <input type="checkbox"/> Payment of development charge or differential premium |
| <input type="checkbox"/> Investment yield analysis/study or recommendation by investment advisors | <input type="checkbox"/> Appointment of contractors |

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<input type="checkbox"/> Valuation report by an independent valuer	<input type="checkbox"/> Issue of developer licence (for sale)
<input type="checkbox"/> Others (please provide details) _____ _____	