
TECHNICAL

Indirect Taxation

TECHNICAL COMMITTEE FOR GST IMPLEMENTATION (TC-GST Imp) MINUTES OF MEETING NO.4/2016

The Royal Malaysian Customs Department (RMCD) has released the [Minutes of TC-GST Imp Meeting No.4/2016](#) held on 22 December 2016 together with the written response to the issues raised at the said meeting. Some of the issues raised at the meeting are as follows:

- Whether the Licensed Manufacturing Warehouse (LMW) may be treated under the warehousing scheme (S.70 of Goods and Services Tax Act 2014) and other practical issues.
- Whether the Approved Trader Scheme (ATS) can be used to suspend GST on importation of supplier-owned inventory/consignment and issues arising from updating goods imported into the ATS through the TAP systems.
- Request for a Contract Manufacturer's claim on material purchase price variance and inventory revaluation related to manufactured goods to be exported, to be treated as zero-rated.
- Request for Guidelines on procedures for a non-resident providing services in Malaysia to register for GST.
- Issuance of tax invoice by a registered person for non-taxable supply – further clarification requested on Subclause 44(a) of Finance Bill 2016.
- Issues of input tax claim in relation to the supply of land in compliance with the requirement of written law, the Government or local authority.
- Removal of goods from a free zone to another free zone through Malaysia.
- Request for further clarification on new requirement for claiming ITC for goods exported.
- Post-importation adjustment.
- Time of Supply for Imported Services – Clarification needed on the amended S.13(4) of GSTA 2014
- Recovery and penalty for late payment of GST – issues in relation to the increase in the maximum penalty from 25% to 40%.

Members may submit their issues arising from complying with the GST regime to the Institute at technical@ctim.org.my or secretariat@ctim.org.my. The Institute's Technical Committee – Indirect Tax will review the issues and where appropriate forward the issues to the TC-GST Imp for consideration. To facilitate the review and discussion, members are requested to provide the background scenario, the current law and practice, the issues/problems and the recommendation proposed/clarification sought.

Members may view the [Minutes](#) at the website of the Institute.

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