

TECHNICAL

Indirect Taxation

RMCD – SST Order, SST Regulations and SST Announcement on MySST website

The Royal Malaysian Customs Department (RMCD) has recently uploaded the following in the [MySST website](#): -

1. SST Order

P.U. (A)	Orders	Date of Publication	Remarks
231/2019	Service Tax (Imposition Of Tax For Taxable Service In Respect Of Designated Areas And Special Areas) (Amendment) Order 2019	30 August 2019	This Order came into operation on 1 September 2019. Amendments are made to the Service Tax (Imposition Of Tax For Taxable Service In Respect Of Designated Areas And Special Areas) Order 2018 [P.U. (A) 212/2018] dated 28 August 2018.

2. SST Regulations

P.U. (A)	Regulations	Date of Publication	Remarks
230/2019	Sales Tax (Amendment) Regulations 2018 - Corrigendum	30 August 2019	Corrections are made to Sales Tax (Amendment) Regulations 2018 [P.U. (A) 399/2018] dated 31 December 2018.
232/2019	Service Tax (Amendment) Regulations 2019	30 August 2019	These Regulations came into operation on 1 September 2019. Amendments are made to the Service Tax Regulations 2018 [P.U. (A) 214/2018] dated 29 August 2018.

P.U. (A)	Regulations	Date of Publication	Remarks
233/2019	Service Tax (Compounding Of Offences) (Amendment) Regulations 2019	30 August 2019	These Regulations came into operation on 1 September 2019. Amendments are made to the Service Tax (Compounding Of Offences) Regulations 2018 [P.U. (A) 218/2018] dated 29 August 2018.

3. SST Announcement

Further to our [e-CTIM TECH-IT 30/2019](#) dated 12 July 2019, the RMCD has uploaded the [Service Tax Policy No.1/2019](#) dated 1 September 2019 on its website (as announced by the RMCD on 6 September 2019).

According to the [Service Tax Policy No. 1/2019](#), with effect from **1 September 2019**, the following services are **no longer prescribed as taxable service** under the First Schedule of the Service Tax Regulations 2018: -

- (a) Logistics Management Services
- (b) Tourism Management Services
- (c) Amusement Park Services
- (d) Cleaning Services operated via Coin Operated Laundry Machine (COLM)

Service tax treatment for the following services are stated in the bullet points below: -

- (a) Management services by freight forwarder (logistic management)
- (b) Management services for inbound tour packages by travel agent
- (c) Amusement Park Services
- (d) Cleaning Services operated via Coin Operated Laundry Machine (COLM)

- **For the period from 1 January 2019 until 31 August 2019**

Services (a) to (d) mentioned above are exempted from service tax under Section 34 (3) of the [Service Tax Act 2018](#).

- **Adjustment of service tax being exempted are as follows: -**

- (i) The service provider shall issue the invoice without service tax if the service has been provided but the invoice which relates to the service has not been issued.
- (ii) The service provider shall issue credit note which relates to the invoice if the invoice for the service has been issued but the payment has not been made by the customer.

- **Any service tax collected from customers beginning 1 January 2019 must be remitted to the RMCD** in accordance with Section 26 of the [Service Tax Act 2018](#).

- **No service tax refund** is allowed for any person who has paid service tax.

Members may view the above updates on the websites of the [Institute](#) and the [RMCD](#). Members are also encouraged to visit the MySST website for further updates by the RMCD on the above matters.

You may write to the Institute at technical@ctim.org.my or secretariat@ctim.org.my in respect of any suggestions, concern or comments you may have on the above matters so that we may raise them to the RMCD.

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