

**TECHNICAL**

**Indirect Taxation**

**INDIRECT TAX UPDATES – SERVICES TAX REGULATIONS, ORDER AND MYSST SPECIFIC GUIDES**

**1. Gazetted Regulations and Order**

The following Regulations and Order on Service Tax - Digital Services have been gazetted on 30 September 2019: -

**SERVICE TAX**

| P.U. (A)                 | Orders/Regulations                                    | Remarks  |
|--------------------------|---|--|
| <a href="#">269/2019</a> | Service Tax (Digital Services) Regulations 2019       | <ul style="list-style-type: none"> <li>Part II (Registration) and V (Electronic Services), and regulations 17 (General Penalty) and 18 (Forms) of these Regulations came into operation on 1 October 2019.</li> <li>Part III (Invoice), IV (Return, Payment And Refund) and VI (Miscellaneous) except for regulations 17 and 18 of these Regulations come into operation on 1 January 2020.</li> </ul> |
| <a href="#">271/2019</a> | Service Tax (Rate of Digital Services Tax) Order 2019 | <ul style="list-style-type: none"> <li>This Order comes into operation on 1 January 2020.</li> <li>Service tax to be charged and levied on digital services shall be fixed at the rate of 6% of the value of the digital services charged by foreign registered person.</li> </ul>   |

Members may read the above Regulations and Order in full at the official website of the [Attorney-General's Chambers](#).

## 2. RMCD - MySST

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

### SST Specific Guides

| No | List of Specific Guides   | Date of Publication        |
|----|---|----------------------------|
| 1. | Refund on the Acquisition of Services by Foreign Missions and International Organizations   | <a href="#">29/10/2019</a> |
| 2. | Guide on Sales Tax Exemption Under Item 57, Schedule A, Sales Tax (Persons Exempted from Payment of Tax) Order 2018 <b>(Note)</b> | <a href="#">30/10/2019</a> |

**Note:** The Guide is in relation to the Sales Tax Exemption Under Item 57, Schedule A, [Sales Tax \(Persons Exempted from Payment of Tax\) Order 2018 \[P.U.\(A\) 210/2018\]](#) which was reported in our [e-CTIM TECH-IT 36/2019 dated 11 September 2019](#).

Members may view the above Specific Guides 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](mailto:technical@ctim.org.my) or [secretariat@ctim.org.my](mailto: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.

### Disclaimer

This document is meant for the members of the Chartered Tax Institute of Malaysia (CTIM) only. CTIM has taken all reasonable care in the preparation and compilation of the information contained in this e-CTIM. CTIM herein expressly disclaims all and any liability or responsibility to any person(s) for any errors or omissions in reliance whether wholly or partially, upon the whole or any part of this e-CTIM.