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**TECHNICAL**

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**Indirect Taxation**

**RMCD'S RESPONSE TO CTIM OPERATIONAL INDIRECT TAX ISSUES DUE TO COVID-19 OUTBREAK AND ECONOMY SLOWDOWN**

The Institute has received a [response](#) from the Royal Malaysian Customs Department ("RMCD") on 10 June 2020 to the [CTIM Operational Indirect Tax Issues due to COVID-19 Outbreak and Economy Slowdown which was submitted on 22 April 2020](#). The following operational indirect tax issues were raised in the CTIM paper: -

1. Extension of Time for Submission of Returns and Payment of Tax due to the extended Movement Control Order ("MCO") period
2. Extension of Deadline for Submission of Service Tax on Digital Services ("SToDS") Return and Payment of Tax
3. GST Refund – Bank Guarantee ("BG")
4. Import duty drawback for traders
5. Waiver of penalties
6. Expedite customs clearance procedures at customs port to allow essential goods to be imported quickly  
LMW status companies with monthly LMW reporting (i.e. M1 and M2)
7. Notice on "*Permohonan Semakan Semula* (Review)" issued by the RMCD dated 27 March 2020
8. Background [Licensed Manufacturing Warehouse ("LMW")]
9. More than one company operating LMW from the same location or premises
10. Postpone the issuance of Bill of Demand ("BOD") during the MCO period
11. Standardize / Digitalise applications to Tax Authorities

Members may view the RMCD's response to the operational indirect tax issues at the website of the [Institute](#).

Members may also 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 concern or comments you may have on the [RMCD's response to the operational indirect tax issues](#).

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