

e-CIRCULAR TO MEMBERS

CHARTERED TAX INSTITUTE OF MALAYSIA (225750-T)

9 October 2020

e-CTIM TECH-IT 39/2020 TO ALL MEMBERS

TECHNICAL

Indirect Taxation

Minutes of Customs-Private Sector Consultative Panel (CPSCP) Meeting No. 1/2020 dated 2 September 2020

The Royal Malaysian Customs Department (RMCD) has released the Minutes of Customs-Private Sector Consultative Panel (CPSCP) Meeting No. 1/2020 ("Minit Mesyuarat Panel Perundangan Kastam-Swasta Bil. 1/2020") which was held on 2 September 2020.

The objective of the meeting is to discuss on Customs policy issues with various professional bodies and associations from the private sector. The meeting was chaired by the Director General of Customs Malaysia.

The issues raised at the meeting include the following (reproduced in the original language as recorded in the Minutes):-

Matters Arising (Item 4.1 - 4.3 of the Minutes)

- 1. SOP on new equity requirements for renewal of Customs licence
- 2. Perlantikan agen penghantaran (Customs appointment)
- 3. Proses rayuan dan semakan semula di bawah Seksyen 143 Akta Kastam 1967 yang telah dipinda baru-baru ini

<u>Discussion on New Issues (Item 5.1 – 5.36 of the Minutes)</u>

- 1. Perlantikan ejen penghantaran (Customs appointment)
- 2. Masalah berkaitan kursus uCustoms dan pendaftaran Webcor
- 3. Customs preventive block the containers
- 4. HS Code classification ruling
- 5. Harmonized system (HS) tariff classification of rubberized printing blankets (for offset printing machines)-resolving apparent inconsistencies in World Customs Organisation (WCO) explanatory notes (EN) to HS tariff headings 84.43, 59.06 and note 2 (b) to Section XVI and related EN
- 6. Requirement of 2 persons having *Kursus Ejen Kastam* (KEK) qualifications for renewal of Customs agent licence
- 7. Re-importation of goods exported by the licensed manufacturing warehouse (LMW) company
- 8. Import of goods using bank guarantee pending import duty/sales tax exemption decision from RMCD
- 9. Updated Master Exemption List (MEL) list for business knowledge
- 10. Resolution of disputes for importation under preferential duty under Free Trade Agreement
- 11. Certain Customs station does not grant approval in principle for LMW application
- 12. Usul oleh CAPEC
- 13. Approval in principle for LMW applications is not granted by Customs in certain States

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- 14. Pembaharuan lesen ejen perkapalan di bawah Seksyen 90 Akta Kastam 1967
- 15. Customs agent licence renewal and validity period
- 16. Hanging forms K3 cases
- 17. uCustoms implementation
- 18. Customs agents in Labuan
- 19. Syarikat pengangkutan luaran (outsourcing of transport company) tidak dibenarkan mengendalikan borang kastam terima masuk (K8)
- 20. Perlepasan dagangan LMW K1 import di stesen stesen kastam P24, P12, P14 & P18 masih parallel
- 21. Perlepasan pengimportan / pengekspotan merentas sempadan (cross border) melalui Bukit Kayu Hitam, Kedah dan Padang Besar, Perlis
- 22. uCustoms currently is only functioning on limited features
- 23. Currently tariff code classification at Port Klang takes a minimum about two weeks and more
- 24. Forwarding agents unit make changes on the requirements of the appointment letters of customers as and when they like to suit their needs
- 25. After detention there is no info from the above agencies and no timelines given by the department for the agent concern for release of containers/shipment
- 26. Currently Selangor Customs raise the declared value of goods as and when they like without informing the customers
- 27. Green lane facilities for perishable and pharmaceutical products as these are time sensitive product
- 28. Letters of approval and policies issued by RMCD (HQ) are not being honoured and they also refuse to be accepted by certain Customs station
- 29. Sales tax exemption for goods returned for disposal
- 30. C1 exemption
- 31. Duty drawback
- 32. Invalid tax stamps for alcoholic beverages
- 33. Clarification of Chairman's decision on review and appeal process, made in Customs-Private Sector Consultative Panel Meeting No. 2/2019, at para 5.9 b (last point, which should be renumbered as vii) read with para 4.4 b i.

Members may view the Minutes in full at the website of the Institute.

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

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