

TECHNICAL

Indirect Taxation

RMC ISSUED DIRECTOR GENERAL (DG)'S DECISION AMENDMENTS NO.4-2015

The Royal Malaysian Customs (RMC) has recently uploaded the [DG's Decision Amendments No.4-2015](#). The amendments are in respect of the following:

Issues	Amendments
Foreign Exchange	Item 6 of the DG's Decision 1/2014 (as amended by the DG's Decision Amendment 1/2015) was restated.
Drop shipment	Item 5(i) and (ii) of the DG's Decision 1/2014 were superseded by items 1 and 2 of the DG's Decision 4/2015.
Types of newspaper qualifies for zero rated	Item 1, Decision (ii) of the DG's Decision 3/2014 was amended as follows: "The zero rating does not include journals and other periodicals, issued weekly, fortnightly, monthly, quarterly or half-yearly , either in the form of newspapers or as paperbound publications." Similarly, Item 1, Decision (iii) of the DG's Decision 3/2014 was amended to extend the exclusion of zero rating to Journal / periodicals of " any frequency " of publication.
Small Office Home Office (SOHO)	Item 1, Decisions (ii)(c) and (d) of the DG's Decision 2-2015 were amended to include the Housing and Development (Control and Licensing) Ordinance 2013 and the Housing and Development (Control and Licensing) Enactment 1978.
Claiming special refund of sales tax goods held on hand on 1 April 2015	Item 4, Decision (i) of the DG's Decision 2-2015 was amended by extending the condition on payment of sales tax or value of invoice made before 30 June 2015.
Period to issue tax invoice	Item 3, Decision (2) of the DG's Decision 3-2015 was amended as follows: " (2) Every registered person who makes any taxable supply of goods or services in the course or furtherance of any business in Malaysia shall issue a tax invoice to his buyer within 30 days from the date of supply or the date of payment made by the buyer on such supply (in full or in part)."
Local Company (LC) purchased goods from overseas supplier (OS) and later sold the goods to local	Item 1, Decision (c)(iii) of the DG's Decision 4-2015 is amended as follows: " Tax Invoice issued by LC to LB stated that the goods are originated

buyer (LB) and issue an invoice (local invoice). The LC requests the overseas supplier to deliver the goods direct to his local buyer	from OS;"
Local Company (LC) purchased goods from a local manufacturer (LM) and request LM to export the goods to his overseas buyer (OB).	<p>Item 2, Decision (1) of the DG's Decision 4-2015 is amended as follows:</p> <p>“(1) The supply of goods made by LM to LC is a standard rated supply, because the transfer of ownership of the goods took place in Malaysia. However such supply <i>the supply by LM to LC and LC to OB</i> will qualify for zero rate subject to compliance with the following conditions.”</p>

Members may forward to the Institute any comments or concerns relating to the above in the template provided [\[DG's Decision Amendments No.4-2015\]](#) via email (technical@ctim.org.my).

Members may view the DG's Decision Amendments on the [Institute website](#) or the official website of [Malaysia Goods and Services Tax \(GST\) Portal](#).

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.