

# MALAYSIA GST

## ENHANCED PRODUCT TAXABILITY GUIDE

THOMSON REUTERS TAX RESEARCH

OCTOBER 2014 CONTENT UPDATE #1

### Taxability Enhancements

Several changes have been made this month to enhance coverage of financial services.

### Harmonized Services

The following services have been added to the Harmonized Product Group. Note that although the services were added with Malaysia GST in mind, they can be used in conjunction with any authority.

SERVICE	PARENT	COMMODITY CODE
Aircraft Surveyor Services - Domestic Travelling Aircraft	Insurance Agents, Brokers, and Service	S01.30.07
Aircraft Surveyor Services - Foreign Travelling Aircraft	Insurance Agents, Brokers, and Service	S01.30.08
Aviation Cargo Insurance	General Insurance Services	S01.30.06.01
Aviation Hull Insurance	General Insurance Services	S01.30.06.02
Business Insurance	General Insurance Services	S01.30.06.03
Car Insurance	General Insurance Services	S01.30.06.04
Claims Adjuster Services	Insurance Agents, Brokers, and Service	S01.30.09

SERVICE	PARENT	COMMODITY CODE
Commercial Insurance	General Insurance Services	S01.30.06.05
Credit Card Related Services - Fee Based	Credit Card Related Services	S01.20.01.02
Credit Card Related Services - Interest Based	Credit Card Related Services	S01.20.01.01
Currency Exchange Services	Banking Service	S01.01.01.01
Deposit Services	Banking Service	S01.01.01.02
Dishonored Cheque Fee	Banking Service	S01.01.01.03
Electronic Funds Transfer - Domestic	Banking Service	S01.01.01.04
Electronic Funds Transfer - Foreign	Banking Service	S01.01.01.05
General Insurance Fund Management Services by Insurer	Insurance Agents, Brokers, and Service	S01.30.10
General Reinsurance Services	Insurance Agents, Brokers, and Service	S01.30.11
Homeowners Insurance	General Insurance Services	S01.30.06.06
Indemnity	Insurance Agents, Brokers, and Service	S01.30.12
Indemnity for Exempt Policy	Indemnity	S01.30.12.03
Indemnity for Taxable Policy	Indemnity	S01.30.12.01
Indemnity for Zero Rated Policy	Indemnity	S01.30.12.02
Indemnity under Hire-Purchase Agreement	Indemnity	S01.30.12.04

SERVICE	PARENT	COMMODITY CODE
Insurance Agent Licensing	Insurance Agents, Brokers, and Service	S01.30.13
Insurance Broker Services	Insurance Agents, Brokers, and Service	S01.30.14
Insurance Fund Management Services by External Party	Insurance Agents, Brokers, and Service	S01.30.15
Insurance Investigator Services	Insurance Agents, Brokers, and Service	S01.30.16
Investment Advisory Services	Banking Service	S01.01.01.06
Life Insurance Fund Management Services by Insurer	Insurance Agents, Brokers, and Service	S01.30.17
Loan Processing Services - Commercial Loans	Banking Service	S01.01.01.07
Loan Processing Services - Mortgage Loans	Banking Service	S01.01.01.08
Loan Processing Services - Personal Loans	Banking Service	S01.01.01.09
Loan Services - Commitment Fee	Banking Service	S01.01.01.10
Loan Services - Fee Based	Banking Service	S01.01.01.11
Loan Services - Granting of Credit	Banking Service	S01.01.01.12
Loan Services - Late Payment Charge	Banking Service	S01.01.01.13
Loan Services - Repayment of Interest or Principal	Banking Service	S01.01.01.14

SERVICE	PARENT	COMMODITY CODE
Loans Against Life Insurance Policy	Insurance Agents, Brokers, and Service	S01.30.18
Marine Cargo Insurance	General Insurance Services	S01.30.06.07
Marine Hull Insurance	General Insurance Services	S01.30.06.08
Medical Insurance	General Insurance Services	S01.30.06.09
Overdraft Fee	Banking Service	S01.01.01.15
Personal Accident Insurance	General Insurance Services	S01.30.06.10
Prepaid and Reload Services	Banking Service	S01.01.01.16
Rental Services	Banking Service	S01.01.01.17
Ship Surveyor Services - Domestic Travelling Ship	Insurance Agents, Brokers, and Service	S01.30.19
Ship Surveyor Services - Foreign Travelling Ship	Insurance Agents, Brokers, and Service	S01.30.20
Standing Instruction Services	Banking Service	S01.01.01.18
Supply of ATM Card	Banking Service	S01.01.01.19
Supply of Cheque Books	Banking Service	S01.01.01.20
Supply of Savings Account Books	Banking Service	S01.01.01.21
Tax Advisory Services	Banking Service	S01.01.01.22
Travel Insurance - Domestic Journey	General Insurance Services	S01.30.06.11
Travel Insurance - International Journey	General Insurance Services	S01.30.06.12

SERVICE	PARENT	COMMODITY CODE
Treasury Services - Bank as Agent	Banking Service	S01.01.01.23
Treasury Services - Bank as Principal	Banking Service	S01.01.01.24
Withdrawal Services	Banking Service	S01.01.01.25

## Product Taxability Rules

The following product taxability rules have been added on the default Harmonized Product Group.

RULE ORDER	RATE CODE	PRODUCT DESCRIPTION	START DATE
6697.1403	EXEMPT	Currency Exchange Services	4/1/2015
6697.1397	SR	Deposit Services	4/1/2015
6697.1391	NL	Dishonored Cheque Fee	4/1/2015
6697.1385	SR	Electronic Funds Transfer - Domestic	4/1/2015
6697.1379	SR	Electronic Funds Transfer - Foreign	4/1/2015
6697.1373	SR	Investment Advisory Services	4/1/2015
6697.1367	SR	Loan Processing Services - Commercial Loans	4/1/2015
6697.1361	SR	Loan Processing Services - Mortgage Loans	4/1/2015
6697.1355	SR	Loan Processing Services - Personal Loans	4/1/2015
6697.1349	NL	Loan Services - Commitment Fee	4/1/2015
6697.1343	SR	Loan Services - Fee Based	4/1/2015

RULE ORDER	RATE CODE	PRODUCT DESCRIPTION	START DATE
6697.1337	EXEMPT	Loan Services - Granting of Credit	4/1/2015
6697.1331	NL	Loan Services - Late Payment Charge	4/1/2015
6697.1325	EXEMPT	Loan Services - Repayment of Interest or Principal	4/1/2015
6697.1319	NL	Overdraft Fee	4/1/2015
6697.1313	SR	Prepaid and Reload Services	4/1/2015
6697.1307	SR	Rental Services	4/1/2015
6697.1301	SR	Standing Instruction Services	4/1/2015
6697.1295	SR	Supply of ATM Card	4/1/2015
6697.1289	SR	Supply of Cheque Books	4/1/2015
6697.1283	SR	Supply of Savings Account Books	4/1/2015
6697.1277	SR	Tax Advisory Services	4/1/2015
6697.1271	SR	Treasury Services - Bank as Agent	4/1/2015
6697.1265	EXEMPT	Treasury Services - Bank as Principal	4/1/2015
6697.1259	SR	Withdrawal Services	4/1/2015
6697.1253	EXEMPT	Credit Card Related Services - Interest Based	4/1/2015
6697.1247	SR	Credit Card Related Services - Fee Based	4/1/2015
6697.1241	ZR	Aviation Cargo Insurance	4/1/2015
6697.1235	ZR	Aviation Hull Insurance	4/1/2015

RULE ORDER	RATE CODE	PRODUCT DESCRIPTION	START DATE
6697.1229	SR	Business Insurance	4/1/2015
6697.1223	SR	Car Insurance	4/1/2015
6697.1217	SR	Commercial Insurance	4/1/2015
6697.1211	SR	Homeowners Insurance	4/1/2015
6697.1205	ZR	Marine Cargo Insurance	4/1/2015
6697.1199	ZR	Marine Hull Insurance	4/1/2015
6697.1193	SR	Medical Insurance	4/1/2015
6697.1187	SR	Personal Accident Insurance	4/1/2015
6697.1181	SR	Travel Insurance - Domestic Journey	4/1/2015
6697.1175	ZR	Travel Insurance - International Journey	4/1/2015
6799.0663	SR	Aircraft Surveyor Services - Domestic Travelling Aircraft	4/1/2015
6799.0657	ZR	Aircraft Surveyor Services - Foreign Travelling Aircraft	4/1/2015
6799.0651	SR	Claims Adjuster Services	4/1/2015
6799.0645	ZR	General Insurance Fund Management Services by Insurer	4/1/2015
6799.0633	SR	General Reinsurance Services	4/1/2015
6799.0627	ZR	Indemnity	4/1/2015
6697.1169	SR	Indemnity for Taxable Policy	4/1/2015

RULE ORDER	RATE CODE	PRODUCT DESCRIPTION	START DATE
6697.1163	EXEMPT	Indemnity for Zero Rated Policy	4/1/2015
6697.1157	EXEMPT	Indemnity for Exempt Policy	4/1/2015
6697.1151	ZR	Indemnity under Hire-Purchase Agreement	4/1/2015
6799.0621	EXEMPT	Insurance Agent Licensing	4/1/2015
6799.0615	SR	Insurance Broker Services	4/1/2015
6799.0609	SR	Insurance Fund Management Services by External Party	4/1/2015
6799.0603	SR	Insurance Investigator Services	4/1/2015
6799.0597	EXEMPT	Life Insurance Fund Management Services by Insurer	4/1/2015
6799.0591	EXEMPT	Loans Against Life Insurance Policy	4/1/2015
6799.0585	SR	Ship Surveyor Services - Domestic Travelling Ship	4/1/2015
6799.0579	ZR	Ship Surveyor Services - Foreign Travelling Ship	4/1/2015

The following product taxability rule has been added on the default Harmonized Product Group with an adjusted input recovery percentage and a Tax Code.

RULE ORDER	RATE CODE	PRODUCT DESCRIPTION	START DATE	INPUT RECOVERY PERCENT	TAX CODE
6697.1168	SR	Indemnity for Taxable Policy	4/1/2015	5.66%	DEEMED

Please contact Customer Support with any questions.