

# SERVICE TAX (RATE OF TAX) (AMENDMENT) ORDER 2024

PU(A) 64

26 February 2024

IN exercise of the powers conferred by subsection 10(2) of the Service Tax Act 2018 [Act 807], the Minister makes the following order:

## Citation and commencement

1(1) This order may be cited as the **Service Tax (Rate of Tax) (Amendment) Order 2024**.

1(2) This Order comes into operation on 1 March 2024.

## Amendment of Paragraph 3

2 The Service Tax (Rate of Tax) Order 2018 [*P.U. (A) 213/2018*] is amended in paragraph 3—

(a) in subparagraph (a)—

(i) by substituting for the words “six per cent” the words “provision of food and beverages services, telecommunication services, provision of parking place services or logistic services, eight per cent”; and

(ii) by deleting the word “and” at the end of the subparagraph;

(b) in subparagraph (b)(iv), by substituting for the full stop at the end of the subparagraph the words “; and”; and

(c) by inserting after subparagraph (b) the following subparagraph:

“(c) in the case of taxable service relating to provision of food and beverages services, telecommunication services, provision of parking place services or logistic services, six per cent of the price, value, premium or takaful contribution of the taxable service determined in accordance with section 9 of the Act.”.

## Saving

3 Any taxable service other than taxable service relating to credit card or charge card services, provision of food and beverages services, telecommunication services, provision of parking place services or logistic services—

(a) provided before the date of coming into operation of this Order and the provision of the taxable service spanning after the date of coming into operation of this Order, the service tax shall be charged at the rate of eight per cent of the price, value, premium or takaful contribution of the taxable service in accordance with section 9 of the Act on the proportion of the taxable service which is attributed to the part of the period after the date of coming into operation of this Order;

(b) provided on or after the date of coming into operation of this Order, any payment received before the date of coming into operation of this Order in relation to the taxable service, the service tax on the payment received shall be charged at the rate of six per cent of the price, value, premium or takaful contribution of the taxable service in accordance with section 9 of the Act;

(c) in relation to a registered person who accounts for service tax under paragraph 11(3)(b) of the Act before the date of coming into operation of this Order, any payment received in money, in the form of chips or coupons, including chips or coupons issued free of charge, or any other form, or any invoice issued relating to the taxable service to be provided on or after the date of coming into operation of this Order, the service tax becomes due and payable shall be charged at the rate of eight per cent of the price, value, premium or takaful contribution of the taxable service in accordance with section 9 of the Act;

- (d) in relation to an imported taxable service acquired before the date of coming into operation of this Order and spanning after the date of coming into operation of this Order, the service tax shall be levied at the rate of eight per cent of the price, value, premium or takaful contribution of the taxable service in accordance with section 9 of the Act on the proportion of the imported taxable service attributed to the part of the period after the date of coming into operation of this Order; and
- (e) which is due before the date of coming into operation of this Order in relation to the imported taxable service acquired on or after the date of coming into operation of this Order, the service tax shall be levied at the rate of six per cent of the price, value, premium or takaful contribution of the taxable service in accordance with section 9 of the Act.