



SERVICE TAX POLICY NO. 5/2025 (Amendment No. 2)

THE MINISTER OF FINANCE, pursuant to paragraph 34(3)(a) of the Service Tax Act 2018, exempts the payment of service tax with **effect from 1 July 2025** for –

PRIVATE HEALTHCARE SERVICES

Items 14, 15 dan 16, Group I, First Schedule
Service Tax Regulations 2018

NO.	EXEMPTION	CONDITIONS
1.	<p>(a) Consultation fees charged by professional doctors at registered private healthcare facilities, practitioners of traditional and complementary private medical practices, and private allied health services are exempted from the imposition of service tax.</p> <p>(b) However, any service tax that has been collected from customers must be remitted to the Royal Malaysian Customs Department (RMCD) in accordance with Section 26 of the Service Tax Act 2018. The Royal Malaysian Customs Department may take any necessary action to recover any amount of service tax not accounted for to RMCD in accordance with the prevailing legislation in force.</p>	<p>The consultation fee must be separated from other medical treatment charges in the same invoice.</p>



NO.	EXEMPTION	CONDITIONS
2.	<p>(a) An exemption from imposing service tax is granted to private healthcare service providers registered or licensed under Act 586 (whether registered or not under the Service Tax Act 2018) who also provide other services under Group A and Group B of the First Schedule, Service Tax Regulations 2018, other than healthcare services, for the period from 1 September 2018 to 30 June 2025.</p> <p>(b) No refund shall be granted to any private healthcare facility that also provides other services under Group A and Group B and has imposed and remitted service tax on those services during the exemption period from 1 September 2018 to 30 June 2025.</p> <p>(c) Therefore, private healthcare facilities registered under healthcare services (Group I) and providing other taxable services such as accommodation services (Group A) and food and beverage services (Group B) are required to impose service tax on all taxable and non-taxable services provided, effective from 1 July 2025.</p>	



NO.	EXEMPTION	CONDITIONS
3.	<p>(a) Providers of health screening management services for non-citizen workers, such as FOMEMA, are exempted from the payment of service tax.</p> <p>(b) Health screening services for non-citizen workers provided by private healthcare facilities through health screening management service providers such as FOMEMA are exempted from the imposition of service tax.</p> <p>(c) Any service tax that has been collected from customers must be remitted to the Royal Malaysian Customs Department (RMCD) in accordance with Section 26 of the Service Tax Act 2018. The Royal Malaysian Customs Department may take any necessary action to recover any amount of service tax not accounted for to RMCD in accordance with the prevailing legislation in force.</p>	
4.	<p>(a) Any private healthcare facility that provides taxable services such as accommodation services (Group A) and food and beverage services (Group B) is required to register and impose service tax on all other services (both taxable</p>	



NO.	EXEMPTION	CONDITIONS
	<p>and non-taxable) provided by the premises.</p> <p>(b) An exemption from imposing service tax is granted to private healthcare service providers registered or licensed under Act 586 (whether registered or not under the Service Tax Act 2018) who also provide other services as listed in the First Schedule of the Service Tax Regulations 2018, other than healthcare services, for the period from 1 September 2018 to 30 June 2025.</p> <p>(c) No refund shall be granted to any private healthcare facility that also provides other services under Group A and Group B and has imposed and remitted service tax on those services during the exemption period from 1 September 2018 to 30 June 2025.</p> <p>(d) Therefore, private healthcare facilities registered under healthcare services (Group I) and providing other taxable services such as accommodation services (Group A) and food and beverage services (Group B) are required to impose service tax on all taxable and non-taxable services</p>	



NO.	EXEMPTION	CONDITIONS
	provided, effective from 1 July 2025.	
5.	Service tax exemption is granted to all foreign diplomats or international organizations and their dependents upon verification by the Ministry of Foreign Affairs.	(i) The implementation of the exemption is subject to a verification letter from the Ministry of Foreign Affairs issued to the foreign diplomat or international organization. (ii) A copy of the verification letter must be submitted by the foreign diplomat or international organization to the private hospital/clinic for record purposes.



List of Amendments:

No.	Description of Amendments	Effective Date
1.	Replacing item 1 and adding items 2 to 5.	1 July 2025

Notification:

Service Tax Policy No. 5 and Service Tax Policy No. 5 (Amendment No. 1) are revoked and replaced with Service Tax Policy No. 5 (Amendment No. 2), effective from 1 July 2025.

Disclaimer:

The service tax policy issued herein is subject to amendments should there be any changes to the relevant policy.

**INTERNAL TAX DIVISION HEADQUARTERS
ROYAL MALAYSIAN CUSTOMS DEPARTMENT**
