



SERVICE TAX POLICY NO. 6/2025

THE MINISTER OF FINANCE has decided the service tax treatment on the following services effective 1 July 2025, namely –

PRIVATE HEALTHCARE SERVICES

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

NO.	SUBJECT	SERVICE TAX TREATMENT
1.	Service tax treatment for private hospitals that obtain healthcare services from third parties (other private healthcare facilities or other private allied health facilities).	<p>(a) No Business-to-Business (B2B) exemption is granted for other healthcare services within the same group of services.</p> <p>(b) The service tax treatment for private hospitals that obtain healthcare services from third parties (other private healthcare facilities or other private allied health facilities) is determined as follows:</p> <p>(i) Situation 1: Private healthcare facility A refers a patient to private healthcare facility B, but the final invoice is issued to the patient by facility A. The invoice issued by facility B to facility A for a non-citizen patient is subject to service tax, as the patient walked in directly to facility B; and</p> <p>(ii) Situation 2: Private healthcare facility A sends a patient's fluid samples, such as blood or urine, to private healthcare facility B, but the final invoice is issued to the patient by facility A. The invoice issued by facility B to facility A for a non-citizen patient is not subject to service tax, as the patient did not walk in directly to facility B.</p>



NO.	SUBJECT	SERVICE TAX TREATMENT
2.	The service tax treatment on medical aids is subject to service tax.	Healthcare treatment invoices that include medical aids, whether in the same invoice or in separate invoices, are subject to service tax.
3.	Service tax treatment for non-citizen patients who have Malaysian spouses and are employed by the government, where payment for treatment is made through a Government Guarantee Letter (GL).	<p>The rate of service tax will not be borne by the Government under the Government Guarantee Letter (GL) arrangement.</p> <p>(i) The responsibility for the payment of the service tax lies with the non-citizen patient.</p> <p>(ii) Therefore, private healthcare facilities must collect the applicable service tax amount from the non-citizen patient upon discharge.</p>
4.	Private hospitals providing ancillary services (other than healthcare treatment) to non-citizen patients, such as luggage storage.	Other ancillary services, such as luggage storage (other than healthcare services), provided by private healthcare facilities, private traditional and complementary medicine practitioners, and private allied health facilities to non-citizens are included within the scope of healthcare services and are subject to service tax under healthcare services at the rate of 6%.
5.	Private healthcare facilities that provide rental services of medical machines or equipment for the purpose of delivering healthcare treatment to patients.	<p>(a) The rental services of medical machines or equipment for healthcare treatment provided by private healthcare facilities, private traditional and complementary medicine facilities, and private allied health facilities fall within the taxable scope of healthcare services for these respective facilities.</p> <p>(b) Accordingly, the rental services of medical machines or equipment provided by private healthcare facilities, private traditional and complementary medicine facilities, and private allied health facilities to non-citizen patients are subject to</p>



NO.	SUBJECT	SERVICE TAX TREATMENT
		service tax under healthcare services at the rate of 6%.

Penafian:

Dasar cukai perkhidmatan yang dikeluarkan ini adalah tertakluk kepada sebarang pindaan sekiranya terdapat apa-apa perubahan dasar yang berkaitan.

**BAHAGIAN CUKAI DALAM NEGERI IBU PEJABAT
JABATAN KASTAM DIRAJA MALAYSIA**