



## SERVICE TAX POLICY NO. 4/2025

**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 –

**EDUCATION SERVICES**  
Group M, First Schedule  
Service Tax Regulations 2018

NO.	EXEMPTION	CONDITIONS
1.	Exemption from being subject to compound, prosecution, and penalty until 31 December 2025 for the following offences:  (a) Late registration  (b) Late submission of returns  (c) Late payment  (d) Incorrect declaration (under-declaration & underpayment)  (e) Any errors related to invoices, credit notes, or debit notes	(a) The offence involved is detected by the Royal Malaysian Customs Department (RMCD) or the company makes a voluntary confession or declaration regarding the offence.  (b) The exemption does not apply to fraud offences or offences committed intentionally.  (c) An application for penalty remission must be submitted to the Royal Malaysian Customs Department (RMCD) in accordance with the prescribed procedures.
2.	Charges or fees that are exempted from service tax are specified in <b>APPENDIX A.</b>	None.



APPENDIX A

**EDUCATION SERVICE FEES OR CHARGES EXEMPTED FROM SERVICE TAX**

**A. ITEM 1, GROUP M**

1. Book charges;
2. Uniform charges;
3. Food and beverage charges;
4. Transportation charges;
5. Accommodation charges;
6. Refundable deposit fees that are not part of the tuition fees;
7. Parent-Teacher Association (PTA) fees;
8. Fees for educational trips within or outside the country that are not part of the tuition fees; or
9. Student pass or visa charges.

**B. ITEM 2 & 3, GROUP M**

1. Book charges;
2. Accommodation charges;
3. Transportation charges;
4. Food or beverage charges;
5. Refundable deposit fees that are not part of the tuition fees;
6. Fees for study tours within or outside the country that are not part of the tuition fees;  
or
7. Student pass or visa charges.

**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**