

## FREQUENTLY ASKED QUESTIONS (FAQs)

1. **Q : Does membership renewal subject to service tax?**

A : Yes.

2. **Q : My private club is providing massage service to staff for free.  
Does the service provided subjected to service tax?**

A : Yes, such massage service is subjected to service tax.

3. **Q : I am a public house operator. If my customer bring their own liquor/ beer and consume in my premise, can I charge them service tax?**

A : Yes, you can charged them service tax on your other taxable services such as corkage, towel charge or cover charge if any.

4. **Q : I am a public house operator and my total value of taxable services is less than RM500,000. Do I still need to register under Service Tax Act 2018 since in previous Service Tax regime it is compulsory to be licensed under Service Tax Act 1975?**

A : You are liable to register under Service Tax Act 2018 when your total taxable services exceed RM500, 000. However, if your total taxable services is below threshold, you may register under Service Tax Act 2018 as a voluntary registration.

5. **Q : My club house is providing a vending machine selling sanitary pads, water and junk foods. Do I have to charge service tax to my club house member when they purchase these items?**

A : Provision of sale of food, drinks and tobacco products are consider as a taxable service. Therefore, the sale of water and junk foods is subject to service tax except for sale of sanitary pads.

**6. Q : I am a golf club operator, my customer booked a session and failed to be present on the event and I will charge him RM100 for no show charge. What is the service tax treatment for no show charge?**

**A : No show charge is subject to service tax.**

**7. Q : Are tips given by guests or customers voluntarily are subjected to service tax?**

**A : A tips given by guest or customer to a staff as token of appreciation for services rendered is not part of consideration for the supply and is therefore not subject to service tax. However if the tips is included in the customer's bill as a mandatory service charge, then service tax is chargeable.**

**8. Q : I am a golf club operator. I have a parking space and charge parking fee to patronize. I also provide rooms for meeting and lodging or sleeping accommodation. Does the services provide is subject to service tax?**

**A : Yes, the services are subject to service tax.**

**9. Q : Does partial payment for membership fee as a club member subject to service tax?**

**A : Yes. Partial payment is subject to service tax at 6%.**

**10. Q Mr. Ahmad booking a wedding package inclusive of a hall, catering, parking and decoration at private club for his wedding. Mr. Ahmad would like to know whether this wedding package is subject to service tax or not?**

**A : Yes. This wedding package is subject to service tax.**