



SERVICE TAX POLICY NO 6/2020

SERVICE TAX TREATMENT ON PROVISION OF TRAINING AND COACHING SERVICES FOR DISABLED PERSON

1. Effective from **1st January 2020**, training services or coaching services provided to a person who holds a valid Kad OKU issued under the Persons with Disabilities Act 2008 [Act 685] are not subject to service tax provided that the service provider is a training and teaching centers:
 - (a) registered with Ministry of Health Malaysia;
 - (b) registered with Social Welfare Department; or
 - (c) recognized by any national association for persons with disabilities registered with the Registrar of Societies Malaysia.
2. Provision of training services or coaching services by any service provider including service provider in Paragraph 1 to any other person other than a person who holds a valid Kad OKU issued under the Persons with Disabilities Act 2008 [Act 685] is taxable service under item (g) of column (2), Group G, First Schedule, Service Tax Regulations 2018.
3. The service providers specified in Paragraph 1 are liable to be registered under the Service Tax Act 2018 if the threshold value for taxable services in column (2), Group G, First Schedule, Service Tax Regulations 2018 exceeds the threshold value specified in the column (3).
4. Provision of training services or coaching services by any service provider other than service provider in Paragraph 1 to a person who holds a valid Kad OKU issued under the Disability Act 2008 [Act 685] is a taxable service under item (g) of column (2), Group G, First Schedule, Service Tax Regulations 2018.