
CIRCULAR

Date:	19 May 2025	Ref No.:	ID/ALL/HYF-JW-AK/017-25 (Total no. of pages: 1)
To:	UTMC, IUTA, CUTA, PRS PROVIDER, IPRA AND CPRA		
Attn:	Authorised Representative/Chief Executive Officer		

UPDATE ON SALES AND SERVICES TAX (SST) EXPANSION - PHASE 1

1. As communicated via our Circular dated 22 April 2025 (Ref: ID/ALL/HYF-JW-AK/012-25), FIMM submitted a proposal to both the Securities Commission Malaysia (SC) and Royal Malaysian Customs Department (JKDM) on 26 March 2025. The proposal outlined recommendations for targeted SST exemptions and a deferral of expansion of SST to the financial services industry, specifically the fund management industry.
2. On 16 May 2025, FIMM held a meeting with JKDM, during which it was conveyed that the funds management industry will not be included in Phase 1 of the SST expansion, which is scheduled to commence on 1 June 2025.
3. The effective date for the fund management industry's inclusion has yet to be confirmed, as JKDM is still in the process of reviewing the proposals submitted by FIMM. JKDM has indicated that it intends to bring forward a recommendation to the Ministry of Finance (MOF) that strikes a balance between safeguarding industry interests and achieving the government's revenue objectives.
4. FIMM has also resubmitted its proposal for targeted SST exemptions and remains hopeful for a favorable outcome in the interest of the industry and its investors.

If you require further information or clarification, please contact the Industry Development Department (ID) at ID@fimm.com.my.

Thank you.

Yours faithfully



Heow Yen Fen

General Manager, Industry Services Division
FEDERATION OF INVESTMENT MANAGERS MALAYSIA