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## CIRCULAR

Date:	6 October 2025	Ref No.:	ID/ALL/KL-JW-AK/042-25 (Total no. of pages: 2)
To:	Authorised UTMCs under the Members Investment Scheme		
Attn:	Authorised Representative/Chief Executive Officer		

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### SERVICE TAX ON SERVICE FEES CHARGED TO AUTHORISED UTMCS UNDER EPF MIS

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#### Purpose

The purpose of this Circular is to provide clarity to Members on the Service Tax (ST) on service fees charged by the Employees Provident Fund (EPF) to Authorised Unit Trust Management Companies (UTMC) under the Members Investment Scheme (MIS).

#### Background

With the expansion of the Sales and Service Tax (SST) scope to include financial services as well as statutory bodies, EPF has stated that the service fees charged to Authorised UTMCs under the MIS will be subject to ST.

#### Eligibility for Business-To-Business Exemption (B2B exemption)

Authorised UTMCs under the MIS are advised to refer to the prevailing guidance issued by the Royal Malaysian Customs Department (JKDM) to determine eligibility for the B2B exemption. Authorised UTMCs are advised to confirm the legal position with appointed tax consultants. Authorised UTMCs that seek the B2B exemption are advised to issue a Letter of Undertaking (LOU), as stipulated in the prevailing guidance from JKDM, to EPF. In the absence of an LOU from the Authorised UTMC, it will bear ST on the service fee charged by EPF.

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**Disclaimer**

While FIMM will continue to support the industry by facilitating understanding and sharing available references, please note that FIMM is not a tax advisor and this Circular should not be construed as tax advice. Authorised UTMCs under the MIS are responsible for ensuring compliance with the relevant ST requirements and are encouraged to refer to JKDM's published guides (e.g. Guide on Professional Services and Guide on Financial Services) and to seek advice from your respective tax consultants on the mechanics of the B2B exemption, invoice particulars, and SST-02 reporting requirements. Non-compliance with JKDM's regulatory requirements and procedures may result in the disallowance of exemptions, as well as exposure to tax liabilities, compound, and penalties.

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

Thank you.

Yours faithfully  
**Federation of Investment Managers Malaysia**

A handwritten signature in black ink, appearing to read "Joyce Wee", is positioned above the printed name.

**Joyce Wee**  
Senior Manager  
Industry Development Department