

MEMORANDUM

FOR INTERNAL USE

TO : ALL DEALER'S REPRESENTATIVES

FROM : THE MANAGEMENT

DATE : 30 SEPTEMBER 2025

RE : IMPOSITION OF SERVICE TAX OF 8% EFFECTIVE 1 OCTOBER 2025

Please be informed that in line with the latest policies and guidelines issued by the Royal Malaysian Customs Department (RMCD), a **Service Tax (SST) of 8%** will be imposed on selected fee-based financial services effective from **1 October 2025**.

For brokerage services relating to the trading of shares listed on Bursa Malaysia, securities falling under the following five (5) specified classifications will be **exempted from the 8% SST**:

Instrument Category	RMCD Category	Service Tax
Mother Shares	Ordinary Shares	Exempted
Preference Shares	Preference Shares	
Bonds	Debenture/Bond	
Loan Stocks	Loan Stocks	
Closed-End Funds	Closed-End Funds	

However, brokerage services, including brokerage, clearing and trading fees for securities not covered under the above five classifications will be **subject to the 8% SST as outlined below**:

Instrument Category	RMCD Category	Service Tax
Warrants	Others	Chargeable
ETF		
Structured Warrants		
Ordinary Rights/Loan Rights		
REITs/ Stapled Securities		
Trust		

For CDS related services, kindly refer to the attached circular from Bursa Malaysia Depository Sdn Bhd on the imposition of SST.

Please be guided accordingly.

Thank you.

