

## MANDATORY REGISTRATION

Registration is mandatory if all the answers to the following questions are “**YES**”. Thereafter, please proceed to <https://gst.customs.gov.my/TAP/> .

### Q1: Are you carrying on a business?

[“Business” means **trade, commerce, profession, vocation** or any other similar activity, whether or not it is for a pecuniary profit

the provision by a **club, association, society, management corporation, joint management body or organisation (for a subscription or other consideration)** of the facilities or benefits available to its members or parcel proprietors, as the case may be; and the admission, for a consideration, of persons to any premise.]

### Q2: Is your supply taxable?

[Supply means **all forms of supply**, including supply of imported services, **done for a consideration**

and **anything** which is not a supply of goods but **is done for a consideration is a supply of services.**]

### Q3: Is your taxable turnover for a period of 12 months or less exceed the threshold of RM500,000?

If below threshold, may choose voluntary registration. Must stay registered for at least 2 years.

#### [What is taxable turnover ?

- Total value of taxable supplies for a period of 12 months excluding the amount of GST.

#### How to determine taxable turnover for GST registration?

- Includes all taxable supplies of goods and services, i.e. **standard rated supply, zero rated supply, deemed supply and disregarded supply.**
- Excludes the following taxable supplies, i.e. **disposal of capital assets, imported services, disregarded supplies made in relation to Warehousing Scheme, disregarded supplies made within or between designated areas**

**and supplies made by a foreign principal or a recipient under the Approved Toll Manufacturer Scheme.]**

**How to determine 12 months period?**

- **Historical Method** based on value of taxable supplies in any month plus the value of the taxable supplies for the 11 months immediately before that month
- **Future Method** based on value of taxable supplies in any month plus the expected value of taxable supplies for the 11 months immediately after that month.]

**Zero rated supply**

- Goods: livestock, sea food, exported goods, water and electricity (with restriction), foodstuff, agricultural products
- Services: exported services

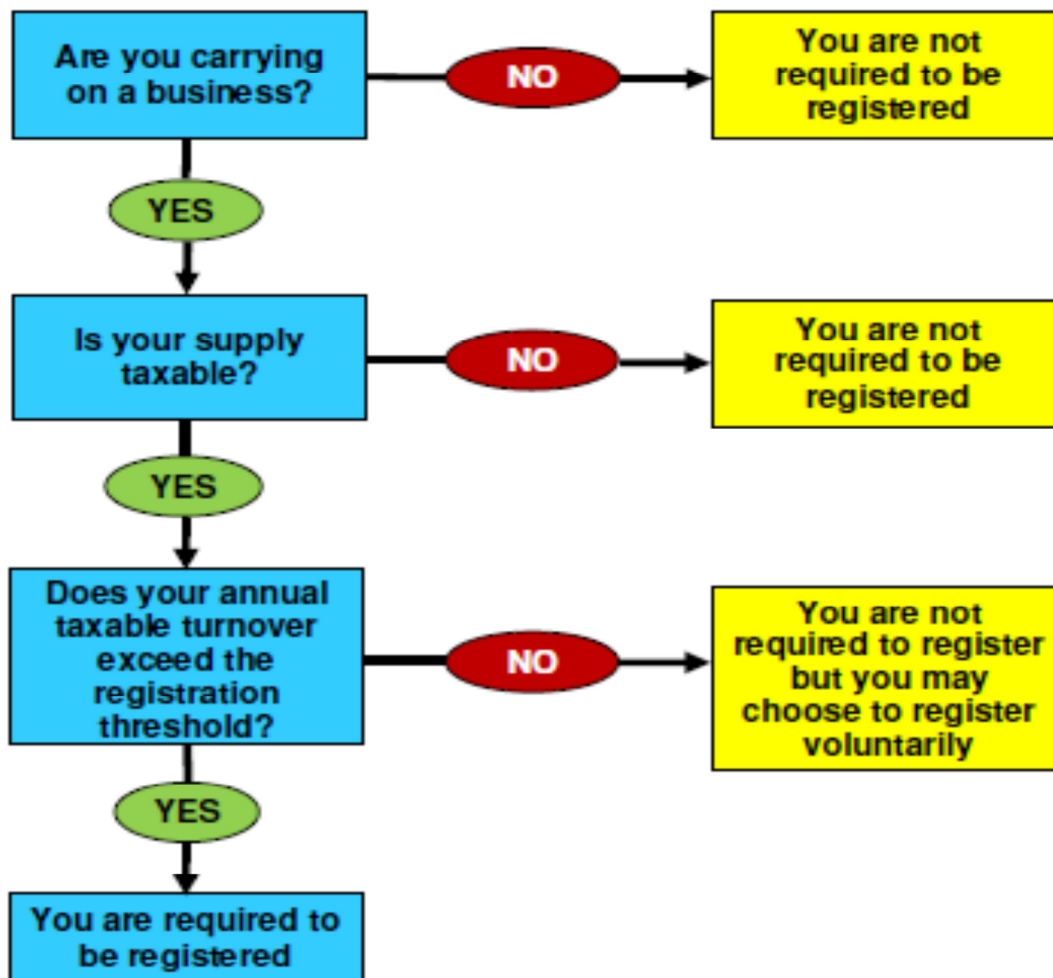
**Deemed supply**

- Disposal of business assets
- Business gift exceeding RM500.00 given to the same customer in the same year
- Private use of business assets
- Services supplied to connected persons without consideration. (*“supply of services to connected persons”*, please refer to para 2, Third Schedule and para 5, First Schedule of the GST Act for the definitions of *“connected persons”* and *“supply of services to connected persons”* respectively).

**Disregarded supply**

- Supplies between members of same group
- Supplies of goods under Warehousing Scheme
- Supplies between venture operator and venturers; and
- **Supplies by a toll manufacturer to his overseas principle**

**Flowchart to determine requirement for GST registration**



Extracted from <http://gst.customs.gov.my>