

## **Phillip Capital Management Sdn Bhd**

### **GST – Frequently Asked Questions (FAQ)**

#### **1. What is Goods and Services Tax (“GST”)?**

Goods and Services Tax (“GST”), which is also known as Value Added Tax (“VAT”) in many countries is a multi-stage consumption tax on goods and services. GST is charged on the taxable supply of goods and services made in the course or furtherance of business by a taxable person in Malaysia. GST is also charged and levied on the importation of goods and services into Malaysia. GST will be implemented from 1 April 2015 at a rate of 6% as announced by the Government of Malaysia in Budget 2014. (Source: *The Official Website of Malaysia Goods & Services Tax, Royal Malaysian Customs Department*)

Phillip Capital Management Sdn Bhd reserves the right to collect from you an amount equivalent to the prevailing rate of GST payable on the applicable portion of your investment. Your obligation to pay GST in addition to any fees or charges that are applicable to your investment form part of the Terms and Conditions of your Investment Management Agreement (IMA).

#### **2. Are all goods and services are subject to GST?**

All goods and services rendered are subject to GST, unless they fall under zero-rated supply, exempt supply or out-of-scope supply. Zero-rated supply is goods and services provided where GST is applicable but at the rate of 0%, for example basic food items and exported goods or services. Exempt supply is goods or services that are exempt from GST, for example life insurance and sales of residential property. Out-of-scope supply is goods or services that do not fall within the area of GST, for example salary.

#### **3. Does GST apply to non-residents in Malaysia?**

Yes, GST is applicable as long as the goods and/or services rendered are in Malaysia. GST does not look at the residency status of a person in determining whether it is applicable.

#### **4. Who can charge me GST?**

Only a GST registered person can charge and collect GST on the taxable supplies of goods and services made by him/her.

#### **5. Is Phillip Capital Management Sdn Bhd a GST registered person?**

Yes, Phillip Capital Management Sdn Bhd is GST registered person with registration number 000982876160.

#### **6. Is investment or withdrawal from Private Managed Account (PMA), Phillip Managed Account for Retirement (PMART) and Phillip Global Wrap Account (PGWA) subject to GST?**

No, investment and withdrawal of investment is an exempt supply and not subject to GST. However, any fee based charges related to the managed account such as service fee, annual management/wrap fee, custodian fee and performance fee are subject to GST at standard rate.

**7. What type of fee charged by Phillip Capital Management Sdn Bhd is subject to GST?**

GST applies to the following fee:

- Service fee
- Annual Management/Wrap fee
- Custodian services
- Brokerage
- Trust Protection Services
- Performance fee
- Any other fee that may be applicable in the future

**8. How is GST being charge to me?**

We will deduct the GST amount from your investment account accordingly.

**Disclaimer:**

The information presented in this GST FAQ is for your information only. Phillip Capital Management Sdn Bhd does not assume any responsibility in the accuracy of the information presented and hence shall not be liable for any losses or damages suffered as a result of reliance on the information contained herein. For more information on the GST, please refer directly to the Royal Malaysian Customs Department website at [gst.custom.gov.my](http://gst.custom.gov.my).