

**RELIEF BY MINISTER OF FINANCE UNDER SECTION 56(3) OF THE GST ACT 2014
EFFECTIVE DATE: 15 JULY 2015**

**GST TREATMENT FOR FREE INDUSTRIAL ZONE (FIZ) AND
LICENSED MANUFACTURING WAREHOUSE (LMW)**

NO.	DISCRIPTION OF TRANSACTION	GST TREATMENT
1.	<p>Importation or supply of goods by Free Industrial Zone (FIZ) company located in Free Commercial Zone (FCZ) at port/airport.</p> <p>1.1 Importation of goods into FIZ located in FCZ at port/airport</p> <p>1.2 Supply of goods to a commercial company in the same FCZ.</p> <p>1.3 Supply of goods to another FIZ company located outside port/airport or <i>vice versa</i>.</p>	<p>FIZ company is relieved from paying GST on the importation (s.56(3)(a) GSTA)</p> <p>FIZ company is relieved from charging GST on the supply of goods (s.56(3)(b) GSTA)</p> <p>FIZ company located in Free Commercial Zone (FCZ) at port/airport is relieved from charging GST on the supply of goods.</p>
2.	<p>Supply of goods by FIZ company located outside port or airport</p> <p>2.1 Supply of goods to another FIZ company located outside port/airport.</p>	<p>The FIZ company is relieved from charging GST on the supply of goods (s.56(3)(b) GSTA)</p>

NO.	DISCRIPTION OF TRANSACTION	GST TREATMENT
3.	<p>Supply of goods by LMW company</p> <p>3.1 Supply of goods to another LMW company.</p> <p>3.2 Supply of goods to FIZ company or <i>vice versa</i>.</p>	<p>LMW company is relieved from charging GST on the supply of goods (s.56(3)(b) GSTA)</p> <p>LMW company or FIZ company is relieved from charging GST on the supply of goods (s.56(3)(b) GSTA)</p>
4.	<p>Movement of goods by FIZ company located in FCZ at port or airport</p> <p>Movement of goods by Free Industrial Zone (FIZ) company located in Free Commercial Zone (FCZ) at port/airport to Malaysia including Principal Customs Area (PCA), License Manufacturing Warehouse (LMW) or FIZ outside port/airport.</p>	<p>The movement of such goods from FCZ is treated as importation. Hence, GST on importation of goods must be declared in Customs Form.</p>

NOTES:

1. GST remains chargeable on –
 - 1.1 Supply of goods by FIZ companies and LMW companies to a company in Principal Customs Area (PCA) or *vice versa*; and
 - 1.2 Supply and acquisition of services by FIZ and LMW companies.
2. Any GST registered person relieved from charging shall issue a tax invoice with a statement that the GST is relieved under s.56(3)(b) GSTA