Notice on Sales & Service Tax (SST)

Following the joint media statement by the Association of Banks in Malaysia ("ABM"), Association of Islamic Banking and Financial Institutions Malaysia ("AIBIM") and Malaysian Investment Banking Association ("MIBA") on 25 June 2025, Deutsche Bank Malaysia Berhad and Deutsche Bank AG Labuan branch (herein referred as "Deutsche Bank") will be implementing an 8% service tax on applicable fee and commission-based financial services in accordance with the relevant legislation and guidelines issued by the Ministry of Finance and the Royal Malaysian Customs Department (herein referred as "Customs").

As per Customs Guide on: Financial Services issued on 9 June 2025, the SST expansion will be implemented in phases starting from 1 July 2025:

▪ Phase 1 – Effective 1 July 2025:
Financial services that are charged for fees or commission, are subjected to service tax. Such services are listed in Appendix A will be subject to 8% service tax.

▪ Phase 2 – Effective 1 October 2025:
Other financial services will be subjected to the 8% service tax, unless specifically exempted.

For further details, please refer to Customs FAQ for Financial Services or visit Customs website.

Thank you