

بِسْمِ اللّٰهِ الرَّحْمٰنِ الرَّحِیْمِ



MALDIVES INLAND REVENUE AUTHORITY

Malé, Republic of Maldives

C I R C U L A R

Reference Number: 220-TEF/CIR/2011/30
Date: 10 October 2011
To: All T-GST registered persons
Subject: **Important differences between T-GST and GST**

If transmission is not clear or incomplete, please inform us at Tel no: 332 2261

Dear Sir/ Madam

Please note that with the implementation of the Goods and Services Tax (GST) Act (Law Number 10/2011) starting 2 October 2011, the taxation procedure emplaced under the Tourism Goods and Services Tax (T-GST) Act (Law Number 19/2010) is repealed and those procedures are now replaced by the GST Act.

Following are some important differences between the T-GST Act and the GST Act.

1. Registration

Taxable activities registered with us pursuant to the T-GST Act do not need to re-register for GST. However, if a T-GST registered person is providing a service other than tourism goods or services stated in Section 15 of the GST Act, and if such good or service meet the criteria set under Section 51 of the GST Act, then such an activity should be registered under the GST Act using the registration form - MIRA105.

2. Service Charge

Pursuant to Section 33 (a) of the T-GST Regulation (2010/R-16), tax was not levied on any service charge taken in addition to the value of the service.

Pursuant to Section 52 (a) of the GST Regulation (2011/R-43), service charge is taxable at the same rate applicable to all other tourism goods and services.