

1st October 2025

Notification on the implementation of 8% Service Tax on Selected Banking Services

Dear Valued Customer,

Thank you for banking with Sumitomo Mitsui Banking Corporation Malaysia Berhad (Company No: 201001042446(926374-U)) ("SMBCMY", "the Bank", "we", "our" or "us").

Imposition of service tax on financial services

Pursuant to Service Tax Policy 1/2025 (Amendment No.2) ("STP1/2025") (*URL1) released by the Royal Malaysian Customs Department ("Customs" or "RMCD") on 17 September 2025, SMBCMY will collect an 8% service tax under the Service Tax Act 2018 on applicable fees, charges and commissions of financial services in a phased approach.

*URL1: <https://mysst.customs.gov.my/TaxPolicy>

Implementation Timeline and Clarification

As guided by the RMCD, the implementation timeline and scope are as follows:

Phase 1 – Effective 1st July 2025: The 8% service tax shall be paid by customers on fees, charges and commissions of "Corporate Banking Advisory Services or similar services" (as detailed in Item (A) 1.2, Appendix A of the STP1/2025) supplied by SMBCMY on and from 1 July 2025.

Phase 2 – Effective 1st October 2025: The 8% service tax shall additionally be paid by customers on and from 1st October 2025 on fees, charges and commission set out in the First Schedule, Group H, Service Tax (Amendment) Regulations 2025 (*URL2).

*URL2: <https://mysst.customs.gov.my/SSTRegulations>

For all taxable services pursuant to the Service Tax Act 2018 provided by SMBCMY, service tax at 8% is payable by customers at the same time as and in addition to payments for the taxable services.

Service tax registration number of SMBCMY

We wish to inform that SMBCMY has registered as a taxable entity, with the service tax registration number : **W10-2508-32001421**

SMBCMY's service tax registration number will be stated in all invoices and e-Invoices for fees, charges and commissions subject to service tax, in accordance with the requirements of the RMCD.

Future updates

We will continue to closely monitor regulatory developments and update our fees and charges accordingly. Kindly visit our website at <https://www.smbc.co.jp/asia/malaysia/> for the latest information.

Please do not hesitate to contact our Relationship Manager if you have any queries relating to the above.

We look forward to continue serving you in our long-term business relationship together.

Thank you.

Sumitomo Mitsui Banking Corporation Malaysia Berhad
(Company No: 201001042446(926374-U))