

GST Tax Code – TX-RE

- This is only applicable to GST registered trader that makes both taxable and exempt supplies (or commonly known as partially exempt trader). This refers to GST incurred that is not directly attributable to the making of taxable or exempt supplies (or commonly known as residual input tax). Example includes operation over-head for a development of mixed property (properties comprise of residential & commercial).
- Purchase with GST incurred that is not directly attributable to taxable or exempt supplies.

These are our calculation logic (DMR = De-Minimis Rule):

Tax Code	Tax Rate	Fullfill DMR	Input Tax Credit(ITC)
TX-RE	6%	Yes	ITC * 100%
TX-RE	6%	No	ITC * IRR

Let's give you the situation on how the TX-RE calculate in SQL Account.

Insert Purchase Invoice with TX-RE, amount RM 5,000.

P. Invoice

Supplier :- 400-A0002
ABCD CO.

Address :-

Description :- Purchase

Transferrable

Invoice

Item Code	Description	Qty	UOM	U/Price	Sub Total	Tax	Tax ...	Tax Amount	Sub Total (...)
Item A	Item A	1.00	UNIT	5,000.00	5,000.00	TX-RE	<input type="checkbox"/>	300.00	5,300.00
1 records		1.00			5,000.00			300.00	5,300.00

Net Total: 5,300.00

Local Net Total: 5,300.00
Deposit Amount: 0.00

Landing Cost 1: 0.00
Landing Cost 2: 0.00

Pic1

Scenario 1 :

Raise IV as shown below :

The screenshot shows an 'Invoice' window with the following details:

- Customer:** 300-A0001 (ALPHA & BETA COMPUTER), 838 JALAN WORLD, 40485 RAWANG, SELANGOR DE.
- Inv No:** test, Next No: IV-00001, Date: 08/05/2015, Agent: SY, Terms: 45 Days.
- Description:** Sales
- Profit Estimator:** Active
- Item List:**

Item Code	Description	Qty	UOM	U/Price	Sub Total	Tax	Tax ...	Tax Amount	Sub Total (T...
Item A	Item A	1.00	UNIT	96,000.00	96,000.00	SR	<input type="checkbox"/>	5,760.00	101,760.00
Item B	Item B	1.00	UNIT	4,000.00	4,000.00	ES	<input type="checkbox"/>	0.00	4,000.00
- Summary:** 2 records, 2.00, 100,000.00 (A), 5,760.00, 105,760.00 (B).
- Deposit Amount:** 0.00
- Local Net Total:** 105,760.00
- Net Total:** 105,760.00

Pic2

Process GST-03

The screenshot shows an 'Open GST Return' window with the following table:

Status	Date From	Date To	Description	Σ Output...	Σ Input Tax	GST Amount Pay...
	01/04/2015	30/06/2015	GST Return - 01 Ap...	5,760.00	300.00	5,460.00

Summary: Count = 1, 5,760.00, 300.00, 5,460.00

Pic3

TX-RE ALLOW to Claim full if Exempt Supplies Amount is less than RM 5000 and less than 5%

How to calc whether is less than 5% ?

Refer back Pic2 Sales Invoice Screen, using $A/B * 100 = 4000/100000 * 100 = 4\%$

Scenario 2 :

Edit Pic2, amend amount as shown below :

Invoice

Customer: 300-A0001
 ALPHA & BETA COMPUTER
 Address: 838 JALAN WORLD
 40485 RAWANG
 SELANGOR DE

Inv No: test
 Next No: IV-00001
 Date: 08/05/2015
 Agent: SY
 Terms: 45 Days

Item Code	Description	Qty	UOM	U/Price	Sub Total	Tax	Tax ...	Tax Amount	Sub Total (T...
Item A	Item A	1.00	UNIT	9,600,000.00	9,600,000.00	SR	<input type="checkbox"/>	576,000.00	10,176,000.00
Item B	Item B	1.00	UNIT	400,000.00	400,000.00	ES	<input type="checkbox"/>	0.00	400,000.00
A									
2 records		2.00			10,000,000.00	B		576,000.00	10,576,000.00

Deposit Amount: 0.00
 Local Net Total: 10,576,000.00
 Net Total: 10,576,000.00

Pic4

Process GST Return

Open GST Return

Status	Date From	Date To	Description	Σ Output...	Σ Input Tax	GST Amount Pay...
	01/04/2015	30/06/2015	GST Return - 01 Ap...	576,000.00	288.00	575,712.00

Count = 1 576,000.00 288.00 575,712.00

Pic5

This case Exempt Supplies is more than RM 5000, once did not fullfill DMR Rule, TX-RE allow to claim proportion Tax Amount only.

How to Calc proportion Input Tax RM 288 ?

Using $(\text{InputTax} - (A/B * \text{InputTax}))$

$$= 300 - (400000/1000000 * 300)$$

$$= 300 - 12$$

$$= 288$$

Source reference :

http://gst.customs.gov.my/en/rg/SiteAssets/accounting_software/Guide%20on%20ACCOUNTING%20SOFTWARE%2011092014.pdf | APPENDIX 4-1 PARTIAL EXEMPTION GUIDE