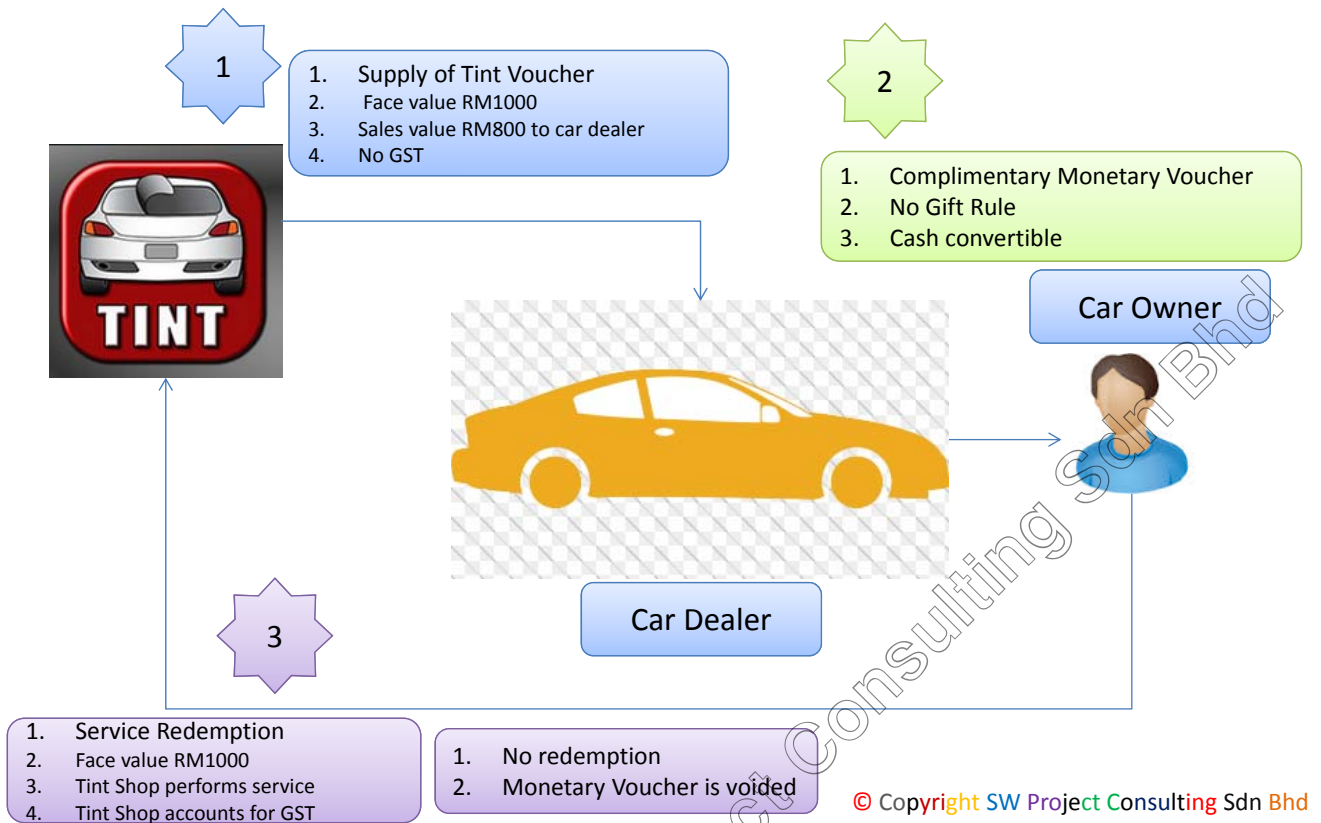


# Question and Answer#1...

## Cash Voucher Redemption by Car Owner



# Question and Answer#1...

## Step 1

Your story:

Tint shop supplies RM1000 Cool-Tint Voucher for RM800 to car dealer – No GST

Tint-Shop has to issue voucher @ RM1000 for consideration of RM800

Car Dealer has to make payment RM800 for voucher @ RM1000

Dr Debtor 800.00  
Cr Voucher Stock 800.00  
Tax code: OS

Dr Retail Stock 800.00  
Cr Bank 800.00  
Tax code: OP

Face value is a printed value, not accounting value

# Question and Answer#1...

## Step 2

Your story:

1. Car dealer gives complimentary voucher to buyer.
2. Voucher is monetary voucher and therefore not within the scope of GST and not subject to GST.
3. No gift rule

Car dealer issues voucher from stock

Buyer received the voucher  
Buyer has the right to redeem or not redeem

Dr Expense 800.00  
Cr Retail Stock 800.00  
Tax code: OS

No accounting entries

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# Question and Answer#1...

## Step 3

Your story:

1. Buyer is redeeming the voucher at tint shop
2. Tint shop has to perform the service at the face value MYR1,000
3. Tint shop has to issue tax invoice MYR1,000
4. GST payable is 56.60 Tint is 943.40

Tint Shop issues tax invoice

Buyer installed tint on the vehicle

Dr Cost of Redemption 1000.00  
Cr Revenue – Tint 943.40  
Cr GST Output Tax 56.60  
Tax code: SR

No accounting entries

Buyer waived the right to use voucher

42. When a customer presents a monetary voucher to redeem goods or services, the goods or services redeemed is a supply made for a consideration and such supply is subject to GST. The supplier of the goods or services has to account for GST on the consideration (face value or assigned monetary value) received. No GST is chargeable for zero rated and exempt supplies.

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# Supporting Document...

## Supply of Voucher

### Vouchers

38. A voucher is taken to include any voucher, stamp (other than a postage stamp), loyalty points, coupon, token or similar article or facility. For the purpose of GST, vouchers are divided into two categories which are monetary vouchers and non-monetary vouchers.

### Monetary Vouchers – Voucher, Token, Stamp (other than postage stamp), or loyalty points

39. Monetary voucher (face value vouchers) confers a right to receive goods and services up to the monetary value which is stated or recorded on the voucher or assigned to the voucher (token, stamp or loyalty points).

40. Supply of monetary voucher for consideration up to the face value (or assigned monetary value), is disregarded and no GST is chargeable.

#### Example 14:

Supply of RM100 monetary voucher by voucher issuer to customer for a consideration RM100 or less. No GST has to be accounted.

Your story:  
Tint shop supplies RM1000 Cool-Tint Voucher for RM800 to car dealer – No GST

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# Supporting Document...

## Redemption of Voucher – 2

Redemption of monetary voucher for goods or services from supplier.

(i) Scenario 1 – Price of goods or services (e.g. RM100) is equal to face value (e.g. RM100) of the monetary voucher. GST is accounted as follows:

Consideration received:

Monetary voucher	:	RM100.00
6% GST inclusive	:	RM 5.66

© (RM100.00 X 6%/106%)

Your story:  
Tint shop has to issue tax invoice to the buyer. Face value is RM1000 which is amount inclusive of 6% GST

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The registered supplier of goods or services is required to issue tax invoice to the customer for the total amount of RM100.00 and account for output tax of RM5.66

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# Question and Answer#2...

## Trade-In

### Retailer

Price of new television (inclusive of 6% GST) : RM1,908.00

#### Consideration:

Cash : RM 848.00

Trade-in old television : RM1,060.00

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Total Consideration : RM1,908.00

6% GST inclusive : RM 108.00

(RM1,908.00 X 6%/106%)

The retailer will account for output tax of RM108.00.

Record of retailer with trade-in item:

Record of Sales – Supply  
Dr Cash 848.00  
Dr Debtor 1060.00  
Cr Revenue or Stock 1800.00  
**Cr Output Tax 108.00**

Record of Trade-In  
Dr Trade-In Stock / Expense 1000.00  
Dr Input Tax 60.00  
Cr Debtor 1060.00

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# Question and Answer#2...

## Trade-In

### Customer

#### Consideration for old television:

Open Market Value of new television : RM1,908.00

Less Cash paid to retailer : RM 848.00

Net Consideration received by customer: RM1,060.00

for old television

© 6% GST inclusive : RM 60.00

(RM1,060.00 X 6%/106%)

The customer accounts for output tax of RM60.00

Both registered retailer and customer are entitled to claim input tax incurred if the goods acquired is used for making a taxable supply.

The customer account for output tax due to disposal of business asset – Issue tax invoice

Record of Disposal (assume it is fully depreciation)  
Dr Debtor 1060.00  
Cr Gain on Disposal 1000.00  
**Cr Output Tax 60.00**

Record of New Asset  
Dr Fixed Assets 1908.00  
Dr Input Tax 108.00  
Cr Cash 848.00  
Cr Debtor 1060.00

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