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LICENSED MANUFACTURING WAREHOUSES (LMW)
– Everything You Need to Know about Its Facilities, Trade Compliance & Latest Updates Including GST Treatment for Licensed Manufacturing Warehouse and its Operational GST Compliance

(2 Days Program)
HRDF Claimable –SBL
Date: 18 & 19 July 2016
Venue: Vistana Hotel, Penang

Introduction

Practical knowledge is a vital part in effectively completing tasks and responsibilities delegated to us. A sound knowledge of LMW - Everything You Need to Know about Its Facilities, Trade Compliance & Latest Updates Including GST Treatment For Licensed Manufacturing Warehouse and its Operational GST Compliance provides the individual the confidence in yielding good results, cost savings, avoiding unwarranted penalties and non-compliances. To achieve this, we need to understand the concept and licensing conditions of a Licensed Manufacturing Warehouse. Therefore it is imperative that manufacturing companies enjoying the facilities of a Licensed Manufacturing Warehouse fully understand the conditions imposed and the procedures that need to be adhered to, so as to ensure good practices and compliances. This LMW seminar would also be a sound platform to clarify actual issues highlighted and address their concerns.

This program with its latest updates is designed to impart knowledge on Licensed Manufacturing Warehouse to the participants. This would help them to better understand and comply with the requirements and avoid breaches of LMW conditions or procedures.

BENEFITS



Objectives

After having attended the training, participants will be able to gain the following invaluable knowledge:

- To understand the concept of Licensed Manufacturing Warehouses
- To understand the *21 licensing conditions of a Licensed Manufacturing Warehouse
- To understand the facilities and incentives made available
- To understand latest procedures and its compliances
- To understand the obligations and responsibilities of a LMW licensee_ Appendix M1-M4 & F (Customs) & Lampiran B (GST)
- To briefly understand International Procurement Centre (IPC) in a LMW
- To understand Value-Added Activities & Others
- To know Areas of Non Compliance of LMW licensing conditions

Target Group

Licensed Manufacturing Warehouse Licensees/ Logistics / Shipping / Import / Export / Business Development Managers / Executives / Those who are interested

PROGRAM



- 08:30 Registration
- 09:00 **LICENSED MANUFACTURIN WAREHOUSE**
- Introduction of Licensed Manufacturing Warehouse
 - **LMW Concept under Section 65/65A Customs Act 1967**
 - Application & Renewal of LMW licence
 - ***21 Conditions of LMW licence under Section 65/65A Customs Act 1967 (Appendix C) – Explained in Depth**
- 10:15 Morning Coffee Break / Networking
- 10:30 **Continuation - LICENSED MANUFACTURING WAREHOUSE**

- ***21 Conditions of LMW licence under Section 65/65A Customs Act 1967 (Appendix C) - Explained in Depth**
 - ✓ **List of Finished Goods To Be Manufactured and its Customs Tariff Code - Lampiran - A3, Explained Including its Importance**

LICENSED MANUFACTURING WAREHOUSE

Facilities and Incentives – eligibility & procedure for application

- Duty Exemption on Raw Material / Components (**Lampiran A2**)
- Duty Exemption on Machineries / Equipments / Spares (**Lampiran A1**)

13:00 Lunch / Networking

14:00 **Continuation - Facilities and Incentives – eligibility & procedure for application**

- Submission of Monthly / Yearly Returns, vide the following, **Explained In Depth**
 - ✓ **M1, (Monthly)**
 - ✓ **M2, (Monthly)**
 - ✓ **M3 & (Monthly, if applicable)**
 - ✓ **M4) + (Annually)**
 - ✓ **Lampiran F (Inventory List) - (To be Updated and kept)**
 - ✓ **Lampiran B [*Monthly Report for Approved Trader Scheme (ATS)*]**

15:30 Afternoon Coffee Break

15:45 -

- Sub-Contract Works / Farming Out: Application vide **Lampiran G1**
 - ✓ Conditions vide **Lampiran G2- Explained**
 - ✓ Monthly Returns **Lampiran H – Explained**

16:50 **QUESTION AND ANSWERS**

17:00 End of Day One



08:30 Registration

09:00 **LICENSED MANUFACTURIN WAREHOUSE**

- Application to pay Import duty based on ASEAN TRADE IN GOOD AGREEMENT (ATIGA) rate of duty -
 - ✓ Application - Lampiran I & lampiran IA – Explained
 - ✓ Cost Analysis – Lampiran J – Explained
- Local Sales
 - ✓ Prior Customs Approval for Local Sales
 - ✓ Local Sales Quota Compliance Procedure Explained
 - ✓ Declaration vide Customs No. 9 Payment of Import Duty using Harmonized System or ASEAN Harmonized Tariff Nomenclature
 - ✓ Payment of GST vide Monthly GST 03
- Local Sales to another Qualifying Licensed Manufacturing Warehouse
 - ✓ Tax Invoice
 - ✓ Sales Movement Lampiran GPB 1, Explained in Depth
 - ✓ GST on Tax Invoice is given as Relief Supply under Section 56(3) GST Act 2014
- Local Sales to another Qualifying factory in a Free Industrial Zone
 - ✓ Tax Invoice
 - ✓ Declared using Customs No. 2
 - ✓ GST on Tax Invoice is given as Relief Supply under Section 56(3) GST Act 2014

10:15 Morning Coffee Break / Networking

10:30 **Continuation - LICENSED MANUFACTURING WAREHOUSE**

- Removal of goods for purposes of export –
 - ✓ Customs No. 2 – FOB Value – Explained
 - ✓ Tax Invoice – Zero Rated Supply (ZRE)
- Exports through Third Party Trading Houses – Facility - Explained
 - ✓ Application Vide Lampiran P

- ✓ Conditions of Approval vide Lampiran P1 - Explained
- ✓ Monthly Returns vide Lampiran P2 - Explained
- ✓ Tax Invoice – Relief Supply (RS)
- Disposal of Waste / Scrap and its Methods
 - ✓ Sales of Waste / Scrap – Prior Customs Approval & Customs No. 9 - Explained
 - ✓ Certificate of Destruction – Lampiran K - Prior Approval Explained
 - ✓ Certificate of Destruction – Lampiran L - Prior Approval Explained
- Finished Goods Returned of Goods for Reprocessing or Repair Lampiran R1 – Explained
- Drawback of duty paid on goods sold to a LMW
 - ✓ Customs Procedure explained in Brief
 - ✓ GST Procedure – Explained

13:00 Lunch / Networking

14:00

- International Procurement Centre (IPC) within the LMW
 - ✓ Application of IPC – Explained in Brief
 - ✓ Conditions – Explained in Brief
- Storage of Goods in a Public Bonded Warehouse
 - ✓ Lampiran GPB 2, Explained in Depth
 - ✓ Export Overseas of Stored Goods from Public Bonded Warehouse
 - ✓ Local sales of stored Licensed Manufacturing Warehouse Finished Goods from Public Bonded Warehouse, Explained
- Value-Added Activities within the LMW, Concept & Activities Allowed
- COMMON AREAS OF NON-COMPLIANCES OF LMW LICENSING CONDITIONS.

15:30 Afternoon Coffee Break

15:45 **Continuation** - LICENSED MANUFACTURING WAREHOUSE

- COMMON AREAS OF NON-COMPLIANCES OF LMW LICENSING CONDITIONS.

- MALAYSIAN GOODS SERVICE TAX (GST) TREATMENT FOR LMW, *in brief*

QUESTION AND ANSWERS

Course Evaluation

17.00 End of Program

Profile of the Trainer :

Mr. Jeyasingam Ratnasingam (I/C: 530503-06-5403)

Mr. Jeyasingam Ratnasingam has vast experience and an abundance of knowledge in the field of administration and enforcement of Malaysian Customs laws, regulation and related procedures with more than 34 years of experience in the Royal Malaysian Customs Department, , with his last posting been, Senior Assistant Director of Customs. His achievements thus far:

- As a Project Team leader he had spearheaded and developed the Vendor Managed Inventory facility, its mechanics & Customs formalities in the Free Commercial Zones (air & sea) and obtained approval for nationwide implementation from the Ministry of Finance in 2008
- Actively involved in the Subang International Airport Air Cargo User Task Force Team that developed the Customs Information System (SMK) between 1994 – 1996.
- Conducted numerous lectures for the benefit of the manufacturing / service sectors in areas of Customs laws, regulations and related procedures
- Panel lecturer for the Forwarding Agents' Basic Course conducted by the Department in collaboration with the Penang Freight Forwarders Association and with the Institute of Federation of Malaysian Manufacturers, (FMM) Northern Branch.
- Implemented numerous initiatives to expedite and facilitate goods / cargo clearance especially for the Air Express Delivery Services (air courier) including the air cargo industry at the Free Commercial Zone Division, Second Air Cargo Complex (MAB), Penang Int'l Airport & Post Clearance Audit Division
- Department's Resource Person
- Served hands-on in various divisions of the Department. namely; the Import / Export at the Air Cargo Subang International Airport, KL Sales Tax; Taiping & Ipoh Industries / Free Industrial Zone, the Passenger Unit at the Penang Int'l Airport.
- Other numerous trails of achievements etc.....

ADMINISTRATIVE DETAILS

Date: 18 & 19 July 2016
Venue: Vistana Hotel, Penang Duration: 2 Days
Time: 9.00am – 5.00pm
Fee: RM880.00 for 2 Days Course, inclusive of meals and training materials

Payment Details:
Please make your cheque payment to: Lean Qualitas Sdn Bhd
For direct Bank in, our account details as stated below:
Payable to: Lean Qualitas Sdn Bhd
Bank: Hong Leong Bank
Account Number: A/C No: 04300094695

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