

Enhancing our Pro-Enterprise Environment

Making Procurement Opportunities More Accessible



[New] Innovative Procurement Partnership Initiative

- Enables Government agencies and businesses to work together to **pilot and scale up innovative solutions** that meet agencies' needs
- Businesses assured of the opportunity to scale up if the pilot is successful
- Benefits businesses with innovative solutions but lack track record
- More details will be announced later this year

[Enhanced] Launch of Tender Lite for Construction Contracts

- Applies to **tenders up to \$1 million**
- Reduces administrative processes
- Shares risk with businesses and ease contractor's cashflow by:
 - Capping the liquidated damages at 10% of the contract value
 - Removing security deposits
 - Removing or shortening the Defects Liability Period where possible
- To be launched in May 2025

Simplifying Rules and Processes

[Enhanced] Extended Grace Period to Begin Charging GST

- [From 1 July 2025] To extend grace period to begin charging GST, **from one month to two months**, after a business forecasts that it will cross \$1 million in taxable turnover

[Enhanced] GST Gross Margin Scheme (GMS)

- [From 1 July 2025] To **remove requirement for second-hand goods dealers to seek approval** from IRAS before using GST GMS
- GST GMS allows second-hand goods dealers to charge GST on gross margin of sale rather than full sale price



Find out more at
www.mof.gov.sg

<https://go.gov.sg/mofcos2025>

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