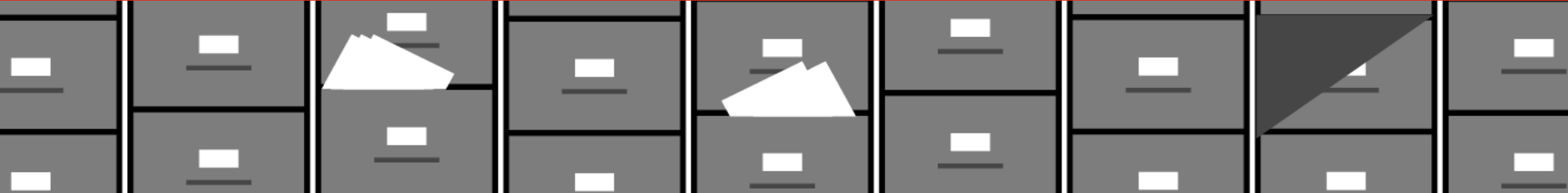


Approval on 2% VAT rate cut in 2024



30 November 2023

At a glance...

On 29 November 2023, the National Assembly approved the Resolutions of the 6th Meeting of National Assembly XV. This includes a VAT rate reduction which will take effect from 1 January 2024 to 30 June 2024.



Below are some notable points:

2% VAT reduction

- The scope of 2% VAT reduction will follow Article 3.1 of Resolution 43/2022. Specifically, it will be applicable to goods and services which are currently subject to 10% VAT, except for those pertaining to certain sectors, such as telecommunications, IT, finance, banking, securities, insurance, real estate, metals, prefabricated metal products, mining products (excluding coal exploitation), coke, refined petroleum, chemical products and those subject to special sales tax. This will be consistently applied for all stages from importation, manufacturing, processing and trading.
- The Resolution authorises the Government to organise the VAT reduction in a timely manner and ensure there is no effect to the State budget collection and over payment in 2024.

Contact us

This publication has been prepared for general guidance on matters of interest only, and does not constitute professional advice. For further information, please reach out to us.

Ho Chi Minh City office:



Giang Bao Chau

Partner

+84 919 197 522

giang.bao.chau@pwc.com

Ha Noi office:



Nguyen Huong Giang

Partner

+84 24 3946 2246 Ext. 1502

n.huong.giang@pwc.com

www.pwc.com/vn



facebook.com/pwcvietnam



youtube.com/pwcvietnam



linkedin.com/company/pwc-vietnam

At PwC Vietnam, our purpose is to build trust in society and solve important problems. We're a member of the PwC network of firms in **151 countries** with over **360,000 people** who are committed to delivering quality in assurance, advisory, tax and legal services. Find out more and tell us what matters to you by visiting us at www.pwc.com/vn.

©2023 PwC (Vietnam) Limited. All rights reserved. PwC refers to the Vietnam member firm, and may sometimes refer to the PwC network. Each member firm is a separate legal entity. Please see www.pwc.com/structure for further structure.