

IMPLEMENTATION OF THE POLICY DECISION BY THE MINISTRY OF FINANCE

Value Added Tax (VAT) & Nation Building Tax (NBT)

As instructed by the Ministry of Finance, amendments proposed as announced in the budget 2016 to VAT and NBT **are not implemented.**

Accordingly, with effective **from 1st January 2016,**

- VAT Rate - 11%
- NBT Rate - 2%
- VAT on wholesale & retail trade is liable for VAT, but restriction on the exempt supplies (Deemed VAT) is removed.

Instructions will be provided on VAT collected from 1st to 12th January (at 12.5% or 8%) upon receipt of instruction from the Ministry of Finance.