


Decree 34/3022/ND-CP on extension for deadline of VAT, CIT, PIT, and land rental fee payment in 2022

June 2022



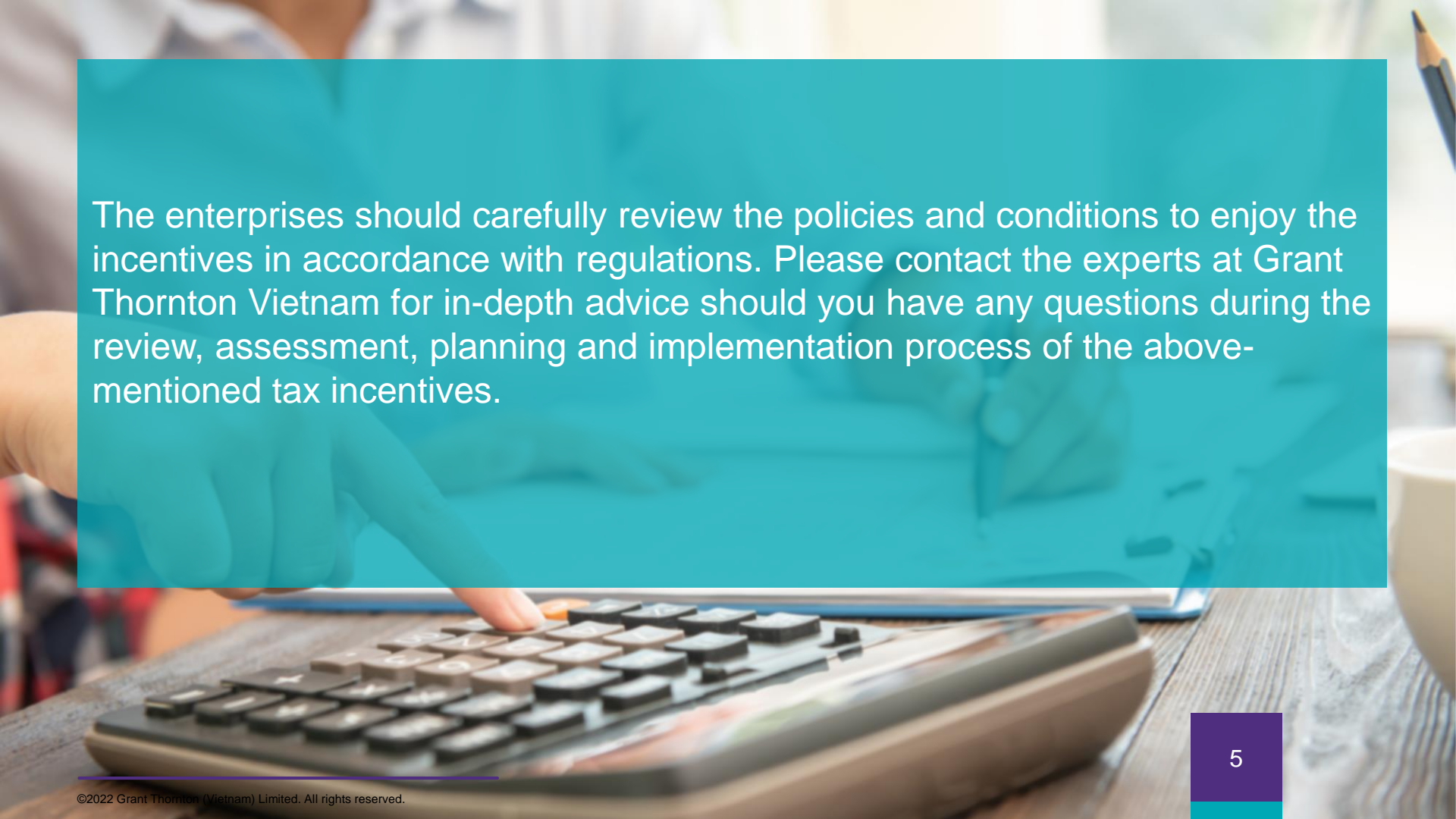


In order to support production and business activities for recovering and stabilizing the economy after the pandemic, the Government has issued Decree 34/2022/ND-CP dated 28 May 2022 (“Decree 34”) on extending the deadline for payment of VAT, CIT, PIT and land rental fee in 2022.

In this newsflash, Grant Thornton Vietnam would like to update our valued customers on main points in Decree 34 on the extension of tax payment deadline as follows:

APPLICABLE SUBJECTS	EXTENSION TIME	APPLICABLE PERIOD	EXTENSION PROCEDURE
<p>Enterprises, organizations, household businesses, individuals having business activities in the following economic sectors:</p> <ul style="list-style-type: none"> ✓ <u>Production sector</u>: Agriculture, forestry and fishery; production and processing food, textiles, manufacturing of rubber and plastic products, metal production, mechanical working, manufacturing of electronics, computers and optical products; manufacturing of automobiles and other motor vehicles; construction; water drainage and wastewater treatment; 	<p>Regarding VAT <i>(except for import VAT)</i></p> <p>Deadline extension of VAT payment shall be applied during the tax period from March to August 2022 (for monthly VAT declaration cases) and Quarter I, Quarter II, 2022 (for quarterly VAT declaration cases) with extension period as follows:</p> <ul style="list-style-type: none"> ✓ 6-month extension applicable to VAT obligation from March to May and Quarter I 2022; ✓ 5-month extension applicable to VAT obligation in June 2022 and in Quarter II of 2022; ✓ 4-month extension applicable to VAT obligation in July 2022. ✓ 3-month extension applicable to VAT obligation in August 2022 	<p>From 28 May 2022 to 31 December 2022</p>	<p>Taxpayers are required to submit a written request for tax payment extension according to the form provided in the Appendix attached with this Decree to the competent tax authority once for all declaration periods when submitting tax declaration or by 30 September 2022 at the latest.</p> <p>Please note that branches or dependent entities of the enterprises and organizations are not eligible for tax payment extension if they operate in economic sectors and business lines that are not eligible cases according to the provisions of this Decree.</p>

APPLICABLE SUBJECTS	EXTENSION TIME	APPLICABLE PERIOD	EXTENSION PROCEDURE
<ul style="list-style-type: none"> ✓ Business sector: Transport and warehousing; accommodation, food and drink; education and training; labor service; healthcare and social assistance; real estate business; radio and TV broadcasting, computer programming; information service provision... ✓ Manufacturing prioritized supporting industry products or key mechanical products; ✓ Small enterprises and micro-enterprises; ✓ Credit institutions and foreign bank branches providing assistance for enterprises, organizations and individuals affected by Covid-19 as prescribed by the State bank of Vietnam. 	<p>Regarding CIT The extension of 3-month applicable to temporary CIT obligation in Quarter I and II in tax year 2022.</p>		
	<p>Regarding land rental fee Payment deadline of land rental fees in the first period of 2022 of enterprises, organizations, business households or individuals directly leasing land from the State, pursuant to a Decision or Contract made by a competent regulatory authority, in the form of annual rental payment shall be extended with the duration of 6-month from 31 May 2022 to 30 November 2022.</p>		

A hand is shown using a calculator on a desk. The scene is partially obscured by a large teal rectangular overlay that contains white text. In the background, a blue pen and a white cup are visible on the desk.

The enterprises should carefully review the policies and conditions to enjoy the incentives in accordance with regulations. Please contact the experts at Grant Thornton Vietnam for in-depth advice should you have any questions during the review, assessment, planning and implementation process of the above-mentioned tax incentives.

Contact

Please contact our professional advisors at Grant Thornton Vietnam for assistance with taxation, accounting, transfer pricing, labour, investment and customs as well as other legal issues you may have during your business operation.

Please visit our Tax Hub to view more information

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