

# Vietnam News Brief\*

*A special update on PIT Deferral*

18 March 2009

## FURTHER UPDATE ON THE 2009 PIT DEFERRAL

Further to our NewsBriefs dated 9 and 19 February 2009 regarding the temporary deferral of PIT payments for the months of January through May 2009, the Ministry of Finance has just issued Official Letter No. 807 to clarify some matters regarding the implementation of Circular 27.

Key points related to employment income in this Official Letter include:

- No deferral of PIT payments is allowed for expatriate employees who leave Vietnam before 30 June 2009, regardless of whether they are tax resident or non-resident.
- In case the National Assembly does not approve an exemption of PIT, Tax Departments AND employers shall coordinate and be responsible for recovery of the PIT which was not paid during this period.
- The PIT liabilities of employees on net packages are also eligible for deferral.

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