

Vietnam News Brief*

A special update on Foreign Contractor Withholding Tax (FCWT)

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FCWT transitional provisions

Circular 134 is absent of any transitional provisions. On 10 March 2009, the Ministry of Finance issued official letter No. 2665 guiding the implementation of Circular 134/2008 on FCWT. According to the letter, contracts signed before the effective date of Circular 134/2008 (e.g. 19 January 2009) can continue to be taxed under Circular 05.

For air transportation and sea transportation contracts, these must be taxed under the new Circular 134 from 01 January 2009.
