

# Decision 25/2023 on reduction of land rent in 2023

17 October 2023



## At a glance...

On 03 October, the Prime Minister issued Decision No. 25/2023/QĐ-TTg on reducing land rent by 30% in 2023. This decision will take effect from 20 November 2023.

## In detail...

### **Below are some notable points:**

- A 30% reduction of land rent for 2023 will be applied for businesses and individuals that lease land directly from the State in the form of annual land rent payment. Of note, tenants are not required to have been impacted by Covid in order to be entitled to the rent reduction in 2023.
- The 30% reduction is not applicable to outstanding land rental payments from previous years and the late payment interest thereon.
- If tenants are also entitled to other rent reductions and/ or are able to claim a credit for compensation and ground clearance, the 30% reduction is only applicable to the rental amount after being reduced and/or offsetting such compensation and ground clearance.
- If tenants have already paid land rent for 2023, and subsequently the authority issues a decision on land rent reduction which results in an overpayment of land rent, tenants can offset such overpayment against land rent payable in the next period or following year, or claim a refund.
- Tenants must submit a request for land rent reduction for 2023 using the form stipulated in Decision 25 (enclosing a copy of relevant supporting documents) by 31 March 2024. Within 30 days, the authority should determine the amount of land rent reduction and issue a decision to the tenants.

# Contact us

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