Topics in September 2025

The extension of the reduced VAT rate to 7 percent until 30 September 2026

On 9 September 2025, the cabinet approved the draft of the Royal Decree under the Revenue Code on Reduction of the Rate of Value Added Tax (No. …) extending the reduced VAT rate of 7 percent for one year.

Mr. Pinsai Suraswadi, the Director-General of the Thai Revenue Department, announced that the extension of the reduced VAT rate to 7 percent will end on 30 September 2025. The revenue department of the Ministry of finance recognizes the importance of building confidence and supporting the continued growth of the national economy, therefore has proposed the draft of the Royal Decree under the Revenue Code on Reduction of the Rate of Value Added Tax (No. …) to extend the reduced VAT rate of 7 percent (including local tax) for an additional year, from 1 October 2025 to 30 September 2026.

The Director-General of the Revenue Department added, "The extension of the reduced VAT rate will help sustain domestic consumption, which in turn will support the growth of the national economy in line with our targets."