



INLAND REVENUE DEPARTMENT

Notice to VAT Registered Persons

Change of Value Added Tax (VAT) Rate

As per the Extraordinary Gazette Notification No. 2295/08 dated August 31, 2022, published under section 2A of the Value Added Tax Act, No. 14 of 2002, VAT rate has been revised with effect from **September 01, 2022** as set out below.

Description	VAT Rate
<p>(a) Import of goods (Fabrics) Import of fabrics set out in the H.S. Code and description specified in Column I and II of Schedule of the Extraordinary Gazette Notification No. 2095/20 dated November 1, 2018</p>	<p>Zero per centum (0%)</p>
<p>(b) Standard Rate Import and/or supply of goods or supply of services, other than import of goods as referred to under above paragraph [paragraph (a)]</p> <p>Including, supply of services by a hotel, guest house, restaurant or other similar businesses providing similar services, registered with the Sri Lanka Tourism Development Authority, (for which VAT rate on such supply was at 0% from December 01, 2019 to May 31, 2022)</p>	<p>Fifteen per centum (15%)</p> <p>Fifteen per centum (15%)</p>

Further, VAT Rate applicable on **supply of financial services** remains unchanged at **Eighteen per centum (18%)**

Commissioner General of Inland Revenue

