

VAT CHANGES

1. The following items have been exempted from payment of VAT with effect from 01st January 2008.

HS Code	Description
All HS of 5205	Cotton Yarn, more than 85% of cotton
All HS of 5206	Cotton Yarn, less than 85% of cotton
All HS of 5402	Synthetic filament yarn
All HS of 5403	Artificial filament yarn
All HS of 5509	Yarn of synthetic stable fiber
All HS of 5510	Yarn of artificial stable fiber

2. VAT rates for the following HS codes have been changed according to the following schedule with effect from 01st January 2008.

HS Code	Present Rate
27101102	5%
* 853929	5%
* 85451901	5%

- * Subject to approval by National Film Corporation for reduced tax.