

2025 VAT WRAPPED

100 VAT, Sales Tax and GST updates from across the world in 2025.

EUROPE

- 1) Austria: VAT registration threshold €55,000 effective Jan 2025.
- 2) Belgium: VAT return format was updated; stricter refund checks.
- 3) Bulgaria: VAT threshold reset to BGN 100,000 from Apr 2025.
- 4) Croatia: VAT entry threshold was increased; simplifications added.
- 5) Cyprus: Zero-rate on essentials was extended through 2025.
- 6) Czechia: VAT Act revised; turnover thresholds updated.
- 7) Denmark: Flexible VAT accrual rules were introduced.
- 8) Estonia: Standard VAT raised to 24% from Jul 2025.
- 9) EU: ViDA adopted; single VAT registration and digital reporting roadmap.
- 10) Finland: Standard VAT increased to 25.5%; more goods at 14%.
- 11) France: E-invoicing phased from 2026
- 12) Germany: Permanent 7% VAT for restaurant food from Jan 2026.
- 13) Greece: Monthly VAT filings started Apr 2025 for new entities.
- 14) Hungary: 5% VAT on new housing was extended to 2026.
- 15) Ireland: Heat pumps taxed at 9% from Jan 2025.
- 16) Italy: Split payments were ended for FTSE MIB from Jul 2025.
- 17) Latvia: Reduced-rate food VAT pilot prepared.
- 18) Lithuania: SME VAT alignment ahead of 2026 reform.
- 19) Luxembourg: VAT threshold was raised to €50,000 from Jan 2025.
- 20) Malta: Healthcare VAT exemptions were extended.
- 21) Netherlands: Agricultural VAT rate was increased to 21% from Jan 2025.
- 22) Norway: SAF-T v1.30 mandatory from Jan 2025.
- 23) Poland: SME VAT scheme aligned with EU rules.
- 24) Portugal: Automatic VAT returns went live in Jul 2025.
- 25) Romania: Standard VAT raised to 21% from Aug 2025.
- 26) Slovakia: Standard VAT 23%, reduced 19% from Jan 2025.
- 27) Slovenia: Mandatory VAT ledgers from Jul 2025.
- 28) Spain: Essential food VAT returned to 4%; olive oil included.
- 29) United Kingdom: VAT applied to private school fees from Jan 2025.

AFRICA

30) Egypt: Expanded VAT to crude oil, construction services, advertising, news and trademarks.

31) Ethiopia: Broadened VAT registration and compliance, more taxpayers must register and digital/foreign supplies are pulled into scope.

32) Ghana: VAT Bill cut effective rate to 20% and raised registration threshold.

33) Kenya: 10% excise on crypto fees; VAT on digital services continues.

34) Mozambique: Monthly electronic VAT invoice reporting became mandatory and digital controls expanded.

35) Nigeria: Mandatory e-invoicing for large taxpayers rolled out in 2025 after a pilot phase.

36) South Africa: VAT remained at 15% after proposed rise withdrawn.

37) Tanzania: Continued VAT compliance modernisation.

38) Uganda: Indirect tax enforcement was strengthened.

SOUTH AMERICA

39) Argentina: VAT enforcement boosted via analytics.

40) Bolivia: Digital tax oversight tools expanded by the tax authority.

41) Brazil: Dual VAT system (CBS/IBS) confirmed transition to start 2026.

42) Chile: VAT guidance for digital platforms strengthened in 2025.

43) Colombia: Mandatory DIAN clearance e-invoicing enforced.

44) Ecuador: Standard VAT stayed at 15% through 2025.

45) Guyana: Undergone modernisation of indirect tax administration.

46) Paraguay: Digital VAT systems continued to expand across sectors.

47) Peru: Real-time VAT controls and e-invoicing were tightened.

48) Uruguay: VAT digitalisation rollout continued.

49) Venezuela: VAT rules and enforcement continued to be adjusted for selected sectors.

ASIA

- 50) Bangladesh: VAT modernisation pilots continued.
- 51) Bhutan: GST regime scheduled for 2026; prep in 2025.
- 52) China: VAT tiered rates were retained.
- 53) Georgia: VAT treaty updates for digital services.
- 54) India: E-invoice upload deadline 30 days for 10cr+ turnover from Apr 2025.
- 55) Indonesia: VAT adjustments for luxury goods.
- 56) Japan: Progressed with the qualified invoice system adoption.
- 57) Kazakhstan: Indirect tax reforms and audit tech upgrades.
- 58) Malaysia: E-invoicing for >RM25m Jan 2025; >RM5m Jul 2025.
- 59) Pakistan: Platform VAT and e-invoicing scope were expanded.
- 60) Philippines: Digital VAT compliance was strengthened.
- 61) Singapore: GST compliance analytics enhanced.
- 62) South Korea: VAT rules were updated for foreign suppliers.
- 63) Sri Lanka: Disaster-related VAT exemptions were retained.
- 64) Thailand: Platform VAT reporting was tightened.
- 65) Vietnam: VAT modernisation and e-invoicing reforms.

MIDDLE EAST

- 66) Bahrain: VAT compliance was strengthened for large taxpayers.
- 67) Israel: VAT rate was increased to 18% from Jan 2025.
- 68) Iraq: Indirect tax reporting modernised.
- 69) Jordan: GST portal launched for non-resident platforms.
- 70) Kuwait: VAT postponed until at least 2028, applied a 15% minimum top-up tax to MNE groups
- 71) Oman: E-invoicing roadmap confirmed, with phased roll-out from 2026.
- 72) Türkiye: Increased VAT refund threshold for reduced-rate transactions
- 73) Qatar: VAT introduction was delayed again.
- 74) Saudi Arabia: Phase 2 e-invoicing waves continued.
- 75) UAE: Virtual asset transfers treated as exempt financial services.
- 76) Yemen: GST remained at 5% with no major changes.

NORTH AMERICA

77) Alberta (Canada): Carbon levy was frozen in 2025, halting proposed increase.

78) Arizona (US): Expanded e-filing for sales tax compliance.

79) British Columbia (Canada): PST enforcement was strengthened for e-commerce.

80) California (US): Marketplace facilitator obligations were expanded.

81) Canada (Federal): GST/HST compliance updates in 2025 budget.

82) Florida (US): Digital marketplace sales tax guidance was updated.

83) Georgia (US): Remote seller and platform rules clarified.

84) Illinois (US): Retail tax modernisation.

85) Manitoba (Canada): Digital filing support improved.

86) Massachusetts (US): Sales tax data-sharing enhancements.

87) Michigan (US): Remote seller enforcement was strengthened.

88) New Brunswick (Canada): Indirect tax systems modernised.

89) Newfoundland & Labrador: HST compliance was strengthened.

90) New York (US): Platform audit analytics was expanded.

91) North Carolina (US): Digital service tax enforcement was tightened.

92) Nova Scotia (Canada): HST was cut by 1% in April 2025

93) Ohio (US): Sales tax audit modernisation continuation.

94) Ontario (Canada): Digital audit technology was expanded for HST.

95) Pennsylvania (US): Platform compliance checks were increased.

96) Prince Edward Island: Digital VAT/HST rules simplified.

97) Quebec (Canada): Real-time QST analytics was expanded.

98) Saskatchewan (Canada): Platform tax enforcement was strengthened.

99) Texas (US): Remote seller enforcement intensified.

100) Washington (US): Sales tax applied to advertising services from Oct 2025.



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