MONTHLY NEWSLETTER (JUNE 2020)

In this issue, we would like to bring to your attention the following:

- Our prominent legal article in June 2020;
- The remarkable news in June 2020;
- The remarkable issued legislations in June 2020.

1. **Our prominent legal articles in June 2020**

   In June 2020, our personnel had some remarkable, specifically:

   - Lawyer Le Tien Dat and Tran Thi Ngoc Hoa with the Article "Tax implications applied to the foreign contractor carrying out EPC Contract in Vietnam", provides a legal summary on tax implications of the Contractor during performing the EPC Contract in accordance with the laws of Vietnam, please visit [here](#).

   - LL.M Tran Chau Hoai Han and Le Thi Anh Thu with the Article "A guide to intellectual property in Vietnam", provides an overview information to the legislation of intellectual property of Vietnam. To read the entire article, please visit [here](#).

2. **The remarkable news in June 2020**

   a) **The changes in personal income tax exemptions**

   On June 02nd, 2020, the Standing Committee of The National Assembly promulgated Resolution No. 954/2020/UBTVQH14 to change the personal income tax exemptions, which takes effect on July 01st, 2020. According to this Resolution, the personal income tax exemptions shall be changed as follows:

   - Personal exemption: 11 million VND/month (132 million VND/year);

   - Exemption for each dependent: 4,4 million VND/dependent/month.

   Taxpayers who have paid tax and applied the exemptions specified in the previous regulations, may recalculate the personal income tax payable by applying the exemptions specified in this Resolution when preparing the 2020’s annual personal income tax declaration.
The new exemptions are applied from the tax period of 2020.

b) Vietnam National Assembly adopted EVFTA and EVIPA

On June 08th, 2020, Vietnam National Assembly adopted both EVFTA and EVIPA. For more details, please visit here.

c) Ratifying 30% corporate income tax (CIT) cut in 2020 for SMEs

On June 19th, 2020, Vietnam National Assembly adopted a resolution to cut off 30% corporate income tax (CIT) in 2020 for the SMEs which have no more than VND200 billion (US$8.6 million) in revenue in 2020

The adopted resolution shall have effect after 45 days from the date of signing and will be applied to the tax period 2020.

3. The remarkable executed legislations in June 2020

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<tr>
<th>No.</th>
<th>DOCUMENT TITLE</th>
<th>EXECUTION DATE</th>
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<td>2.</td>
<td>Decree No. 67/2020/ND-CP dated June 15th, 2020 amendments to the Government’s Decree No. 68/2016/ND-CP dated July 01st, 2016 on conditions for duty-free business, warehouses, sites for customs clearance, customs inspection and supervision</td>
<td>15/06/2020</td>
<td>10/08/2020</td>
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We hope this Monthly Newsletter would bring you useful information.

Best regards.
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ABOUT US,

Apolat Legal is a professional law firm with its offices in Ho Chi Minh city and Ha Noi city. The firm’s lawyer team specializes in almost all legal practice areas in Vietnam including: Enterprise and Investment; Labor and Employment; Intellectual Property; Dispute Resolution; Real Estate and Construction; Information and Communication; Natural Resources and Environment; Transport; Industry and Trade; Education and Training; Finance and Banking; Agriculture; Legal Document Translation; Legal Training.

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We are also honored to receive numerous recognitions and/or articles posted by world-leading and local organizations and publications including: The Law Association for Asia and the Pacific (LawAsia, 1966), The Legal500, IP Link, IP Coster, Lexology, Global Trade Review (GTR), The Saigon Times, etc.

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