

VAT Rules and Rate in Bangladesh

Updated till Finance Act 2021-2022

SL	Type of Business	Legal Binding Status
1	Manufacturer	Mandatory to Register under VAT
2	Importer	Mandatory to Register under VAT
3	Exporter	Mandatory to Register under VAT
4	Contractor	Mandatory to Register under VAT
5	Suppliers of Supplementary dutiable	Mandatory to Register under VAT
6	Withholding Entity	Mandatory to Register under VAT
7	Listed of businesses as stated	Mandatory to Register under VAT

SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
1	04.01-04.04	Applicable H.S Code	Dairy Products	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
2	11.08	Applicable H.S Code	Starch	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
3	13.01, 13.02	Applicable H.S Code	Gum	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
4	17.02	Applicable H.S Code	Glucose and Dextrose	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
5	17.03	Applicable H.S Code	Molasses	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
6	17.04	Applicable H.S Code	Lozenge /Chewing Gum	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
7	18.06	Applicable H.S Code	Chocolate	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
8	19.02	Applicable H.S Code	Noodles & Others Food Items	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
9	19.05	Applicable H.S Code	Biscuit, Chanachur, Others Food	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
10	20.07	Applicable H.S Code	Jam & Jelly	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
11	21.03, 21.06	Applicable H.S Code	Pickles & Sauce	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
12	25.07	Applicable H.S Code	China Clay	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
13	25.21-25.22	Applicable H.S Code	Lime	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
14	25.15, 68.02	Applicable H.S Code	Marble Stone	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
15	28.24	Applicable H.S Code	Lead Oxide	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
16	28.33, 33.07	Applicable H.S Code	Alum	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
17	28.39	Applicable H.S Code	Sodium Silicate	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
18	29.05	Applicable H.S Code	Glycerin	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
19	29.15	Applicable H.S Code	Acetic Acid	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
20	29.33	Applicable H.S Code	Melamine	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
21	30.1-32.12	Applicable H.S Code	Antiseptic, Disinfectant & Medicine	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
22	32.07-32.12	Applicable H.S Code	Pigments, Varnish, Polishes	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
23	32.15	Applicable H.S Code	All Types of Ink	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
24	34.01-34.02	Applicable H.S Code	All Types of Soap Including Liquid	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
25	34.02	Applicable H.S Code	Detergent	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
26	36.05	Applicable H.S Code	Firebox	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
27	38.08	Applicable H.S Code	Mosquito Coil	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
28	39.21	Applicable H.S Code	Foam	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
29	39.23	Applicable H.S Code	Pvc Pipe/Plastic Container	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
30	39.26	Applicable H.S Code	Plastic Goods	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
31	40.11-40.13	Applicable H.S Code	Tire Tube	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT

SL	Type of Business	Legal Binding Status					
1	Manufacturer	Mandatory to Register under VAT					
2	Importer	Mandatory to Register under VAT					
3	Exporter	Mandatory to Register under VAT					
4	Contractor	Mandatory to Register under VAT					
5	Suppliers of Supplementary dutiable	Mandatory to Register under VAT					
6	Withholding Entity	Mandatory to Register under VAT					
7	Listed of businesses as stated	Mandatory to Register under VAT					
SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
32	40.16	Applicable H.S Code	Rubber Product	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
33	42.02-64.03	Applicable H.S Code	Leather Goods	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
34	44.09-44.21	Applicable H.S Code	Wooden Goods	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
35	44.1	Applicable H.S Code	Particle Board	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
36	48.1	Applicable H.S Code	Insulation Board	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
37	44.11	Applicable H.S Code	Hardboard	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
38	44.12	Applicable H.S Code	Plywood	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
39	47.03-47.05	Applicable H.S Code	Pulp	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
40	48.18	Applicable H.S Code	Toilet Tissue/Tissue Paper/ Sanitary	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
41	48.19	Applicable H.S Code	Packaging Materials	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
42	51.05	Applicable H.S Code	Woolen Fabrics	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
43	52.05	Applicable H.S Code	Cotton Yarn	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
44	52.08	Applicable H.S Code	Cotton Fabrics	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
45	54.04	Applicable H.S Code	Synthetic Fiber	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
46	56.07	Applicable H.S Code	Nylon Cord	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
47	56.08	Applicable H.S Code	Fishing Net	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
48	59-62	Applicable H.S Code	Knitted and Crocheted Fabrics /	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
49	68.05	Applicable H.S Code	Sand Paper	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
50	68.11	Applicable H.S Code	Asbestos	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
51	69.05-69.14	Applicable H.S Code	All Types Of Bricks	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
52	69.03	Applicable H.S Code	Carbon Rod	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
53	69.05-69.14	Applicable H.S Code	All Types of Ceramic And Porcelain	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
54	70.13	Applicable H.S Code	Glassware	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
55	72.04	Applicable H.S Code	Scrap	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
56	72.10-73.26	Applicable H.S Code	All Types of MS Products	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
57	72.18	Applicable H.S Code	Steel Ingots	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
58	72.25	Applicable H.S Code	Stainless Steel	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
59	73.2	Applicable H.S Code	Leaf Spring	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
60	73.24	Applicable H.S Code	Sanitary Ware	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
61	73.17, 74.15, 76.16, 79.07	Applicable H.S Code	Nails	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
62	74.08-76.05	Applicable H.S Code	Copper & Aluminum Ware	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
63	76.04-76.06	Applicable H.S Code	Aluminum Fittings	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT

SL	Type of Business	Legal Binding Status					
1	Manufacturer	Mandatory to Register under VAT					
2	Importer	Mandatory to Register under VAT					
3	Exporter	Mandatory to Register under VAT					
4	Contractor	Mandatory to Register under VAT					
5	Suppliers of Supplementary dutiable	Mandatory to Register under VAT					
6	Withholding Entity	Mandatory to Register under VAT					
7	Listed of businesses as stated	Mandatory to Register under VAT					
SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
64	76.07	Applicable H.S Code	Aluminum Foil	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
65	78.01	Applicable H.S Code	Lead Ingots	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
66	82.08	Applicable H.S Code	Blade	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
67	83.11	Applicable H.S Code	Welding Electrode	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
68	84.14	Applicable H.S Code	Electric Fan & Its Spare Parts	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
69	84.16	Applicable H.S Code	Gas Burner	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
70	84.15, 84.16, 85.09, 85.16, 85.28,	Applicable H.S Code	Air Conditioner, Refrigerator,	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
71	85.04	Applicable H.S Code	Electric Transformer	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
72	85.06, 85.07	Applicable H.S Code	Dry Cell Battery & Storage Battery	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
73	85.07	Applicable H.S Code	Battery Separator	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
74	85.28	Applicable H.S Code	Television	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
75	85.39	Applicable H.S Code	Electric Bulb	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
76	87.14	Applicable H.S Code	Bicycle Parts	5% on Selling price	7.5% on Selling price	15% on Selling Price	T & S as VDS, M as VAT
77	S001	S001.10	Hotel (Unless Exempted By SRO)	General 7.5% & Air-Conditioned 15 % on Billing Value			VAT
78	S001	S001.20	Restaurant (Unless Exempted By	General 7.5% & Air-Conditioned 15 % on Billing Value			VAT
79	S002	S002.00	Decorators & Caterers	15% on Billing Value			VDS
80	S003	S003.10	Motor Car Garage & Workshop	10% on Billing Value			VDS
81	S003	S003.20	Dockyard	10% on Billing Value			VDS
82	S004	S004.00	Construction Firm	7.5% on Billing Value			VDS
83	S005	S005.10	Warehouse	15% on Billing Value			VAT
84	S005	S005.20	Port for Import/Export	15% on Billing Value			VAT
85	S006	S007.00	Advertising Firm	15% on Billing Value			VAT
86	S008	S008.10	Printing Press	10% on Billing Value			VDS
87	S009	S009.00	Auction Firm	10% on Billing Value			VDS
88	S010	S010.10	Land Development Organization	2% on Billing Value			VDS
89	S010	S010.20	Building Construction Organization	2% for (1-1600 Sft) & 4.50% for (More Than 1600 Sft) on Billing Value			VDS
90	S011	S011.10, S011.20, S011.30	Video Cassate, Games or Audio	15% on Billing Value			VAT
91	S011	S011.40	Video, Audio CD Rental Shop	15% on Billing Value			VAT
92	S012	S012.10- S012.14	Telephone, Tele printer, Telex, Fax or	15% on Billing Value & 5% on Billing Value of Internet			VAT
93	S012	S012.20	Sim Card Distributor	Taka 200 Per Piece			VAT
94	S013	S013.00	Automated Laundry	10% on Billing Value			VDS
95	S014	S014.00	Indenting Firm	5% on Billing Value			VDS

SL	Type of Business	Legal Binding Status					
1	Manufacturer	Mandatory to Register under VAT					
2	Importer	Mandatory to Register under VAT					
3	Exporter	Mandatory to Register under VAT					
4	Contractor	Mandatory to Register under VAT					
5	Suppliers of Supplementary dutiab	Mandatory to Register under VAT					
6	Withholding Entity	Mandatory to Register under VAT					
7	Listed of businesses as stated	Mandatory to Register under VAT					
SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
96	S015	S015.10	Freight Forwarders	15% on Billing Value			VAT
97	S015	S015.20	Clearing & Forwarding	15% on Billing Value			VAT
98	S017	S017.00	Community Center	15% on Billing Value			VAT
99	S018	S018.00	Film Studio	10% on Billing Value			VDS
100	S020	S020.00	Survey Firm	15% on Billing Value			VAT
101	S021	S021.00	Plants or Capital Machineries Rental	15% on Billing Value			VAT
102	S022	S022.00	Sweet Shop	15% on Billing Value			VAT
103	S023	S023.10	Cinema Hall	10% on Billing Value			VDS
104	S023	S023.20	Film Producer	10% on Billing Value			VDS
105	S024	S024.10	Production Of Furniture	7.5% on Billing Value			VDS
106	S024	S024.20	Sales Center Of Furniture	7.5% on Billing Value			VDS
107	S025	S025.00	Wasa Bill	15% on Billing Value			VAT
108	S026	S026.00	Goldsmith, Silversmith & Trader Of	5% on Billing Value			VDS
109	S027	S027.00	Insurance Company (Except	15% on Billing Value			VAT
110	S028	S028.00	Courier & Express Mail Services	15% on Billing Value			VAT
111	S029	S029.00	Astrologer	15% on Billing Value			VAT
112	S030	S030.00	Beauty Parlor	15% on Billing Value			VAT
113	S031	S031.00	Repairing & Servicing Center	10% on Billing Value			VAT & VDS
114	S032	S032.00	Consultancy & Supervisory Firm	15% on Billing Value			VAT
115	S033	S033.00	Lessor	15% on Billing Value			VAT
116	S034	S034.00	Audit & Accounting Firm	15% on Billing Value			VAT
117	S035	S035.00	Shipping Agent	15% on Billing Value			VAT
118	S036	S036.10	Ac Bus Service	15% on Billing Value			VDS
119	S036	S036.20	Ac Launch Service	10% on Billing Value			VDS
120	S036	S036.20	Ac Train Service	15% on Billing Value			VAT
121	S037	S037.00	Procurement Provider (Unless	7.5% on Billing Value			VDS
122	S038	S038.00	Organizer of Cultural Programs with	15% on Billing Value			VAT
123	S039	S039.10	Satellite Cable Operator	15% on Billing Value			VAT
124	S039	S039.20	Satellite Channel Distributor	15% on Billing Value			VAT
125	S040	S040.00	Security Service Provider	10% on Billing Value			VDS
126	S041	S041.00	Marriage Media	15% on Billing Value			VAT
127	S042	S042.00	Auto Mechanical Saw Mill	10% on Billing Value			VAT

VAT Rules and Rate in Bangladesh

Updated till Finance Act 2021-2022

SL	Type of Business	Legal Binding Status
1	Manufacturer	Mandatory to Register under VAT
2	Importer	Mandatory to Register under VAT
3	Exporter	Mandatory to Register under VAT
4	Contractor	Mandatory to Register under VAT
5	Suppliers of Supplementary dutiab	Mandatory to Register under VAT
6	Withholding Entity	Mandatory to Register under VAT
7	Listed of businesses as stated	Mandatory to Register under VAT

SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
128	S043	S043.00	Programs Broadcasting Through		15% on Billing Value		VAT
129	S044	S044.00	BRTA Service		15% on Billing Value		VAT
130	S045	S045.00	Lawyers		15% on Billing Value		VAT & VDS
131	S046	S046.00	Health Club & Fitness Center		15% on Billing Value		VAT
132	S047	S047.00	Sports Organizer		10% on Billing Value		VDS
133	S048	S048.00	Transport Contractor (Without Food	5% on Billing Value on Petroleum Product & 10% on Other Product			VDS
134	S049	S049.00	Transport Rental Service		15% on Billing Value		VAT
135	S050	S050.00	Architect, Interior Designer/Interior		15% on Billing Value		VAT
136	S050	S050.20	Graphics Designer		15% on Billing Value		VAT
137	S051	S051.00	Engineering Firm		15% on Billing Value		VAT
138	S052	S052.00	Sound & Light Instruments Rent		15% on Billing Value		VAT
139	S053	S053.00	Attending Board Meeting		10% on Billing Value		VDS

SL	Type of Business	Legal Binding Status					
1	Manufacturer	Mandatory to Register under VAT					
2	Importer	Mandatory to Register under VAT					
3	Exporter	Mandatory to Register under VAT					
4	Contractor	Mandatory to Register under VAT					
5	Suppliers of Supplementary dutiable	Mandatory to Register under VAT					
6	Withholding Entity	Mandatory to Register under VAT					
7	Listed of businesses as stated	Mandatory to Register under VAT					
SL	Heading No	HS/Service Code	Goods/Services	Business Type and Rate and FORM of Payment			
				* If Trader (T)	** If Supplier (S)	If Manufacturer (M)	***VDS, ****VAT
140	S054	S054.00	Advertising Through Satellite		15% on Billing Value		VAT
141	S055	S055.00	Land Seller		15% on Billing Value		VAT
142	S056	S056.00	Banking & Non -Banking Service		15% on Billing Value		VAT
143	S057	S057.00	Electricity Supplies (Without		5% on Billing Value		VDS
144	S058	S058.00	Chartered Airplane or Helicopter		15% on Billing Value		VAT
145	S059	S059.00	Glass Sheet Planter		15% on Billing Value		VAT
146	S060	S060.00	Buyer of Auctioned Goods		7.5% on Billing Value		VDS
147	S061	S061.00	Credit Card Service Provider		15% on Billing Value		VAT
148	S062	S062.00	Money Changer		15% on Billing Value		VAT
149	S063	S063.00	Air Conditioned Tailoring Shop and		10% on Billing Value		VDS
150	S064	S064.10	Amusement & Theme Park		7.5% on Billing Value		VDS
151	S064	S064.20	Picnic Spot, Shooting Spot		15% on Billing Value		VAT
152	S065	S065.00	House, Floor, Space Cleaning &		10% on Billing Value		VDS
153	S066	S066.00	Lottery Ticket Seller		10% on Billing Value		VDS
154	S067	S067.00	Immigration Consultant		15% on Billing Value		VAT
155	S068	S068.00	Coaching Centre		15% on Billing Value		VAT
156	S069	S069.00	English Medium School		15% on Billing Value		Fully Exempted SRO 141/21
157	S070	S070.00	Private Medical & University &		15% on Billing Value		Fully Exempted SRO 141/21
158	S071	S071.00	Event Management		15% on Billing Value		VAT
159	S072	S072.00	Human Resource Supply or		15% on Billing Value		VAT
160	S073	S073.00	Man power export Agency		15% on Billing Value		Fully Exempted SRO 141/21
161	S074	S074.00	Rent of Office or Building for		15% on Billing Value		VAT
162	S076	S076.00	Social & Sports Related Club		10% on Billing Value		VAT
163	S077	S077.00	Tour Operator		15% on Billing Value		VAT
164	S078	S078.00	Sales Centre of RMG Products		7.5% on Billing Value		VDS
165	S080	S080.00	Ride Sharing		7.5% on Billing Value		VDS
166	S099	S099.10	IT Enabled Services		5% on Billing Value		VDS
167	S099	S099.20	Other Sundry Services		15% on Billing Value		VAT
168	S099	S099.30	Sponsorship Service		5% on Billing Value		VDS
169	S099	S099.40	Meditation Service		15% on Billing Value		VAT
170	S099	S099.50	Credit Rating Agency		7% on Billing Value		VDS
171	S099	S099.60	Online Goods Sale		5% on Billing Value		VAT