

24 April 2025

Circular 537

Withdrawal of Circular 536 – Implementation of VAT Increase from 1 May 2025

To: All Agent Companies

Dear Valued Partners

We refer to **Circular 536**, issued on **14 April 2025**, in which Sasria communicated the implementation of the revised VAT rate of **15.5%**, effective **1 May 2025**, in line with the Budget Speech delivered by the Minister of Finance on 12 March 2025.

However, following the **official media statement issued by the Ministry of Finance on 24 April 2025**, the proposed VAT increase has been **formally withdrawn**, and the **Value-Added Tax (VAT) rate will remain at 15%** beyond 1 May 2025. As such, Sasria hereby formally **withdraws Circular 536 in its entirety**.

1. Impact on Agents and Premium Calculations

This development means that:

- Sasria's **existing published premium rates**, based on a VAT rate of **15%**, **will remain unchanged**.
- All **premium collections, quotations, and system applications** should continue using the **15% VAT rate** beyond 1 May 2025.
- No further changes to Sasria premium rate tables are required at this time.

2. Acknowledgement and Gratitude

Sasria acknowledges and deeply appreciates the significant efforts undertaken by agent companies, system administrators, and actuarial and operational teams to prepare for the anticipated VAT adjustment. Your responsiveness and diligence in adapting to Circular 536, including premium table updates, communication planning, and system testing, reflect the strength of our industry partnerships.

We understand that this reversal may cause temporary operational recalibration, and we stand ready to assist you, where possible, in returning to the previously applied structures and rates.

We remain committed to supporting your teams through this adjustment and thank you for your continued partnership, flexibility, and service to our mutual clients.

Kind regards,

Dirk Kutz
Chief Financial Officer
Sasria SOC Ltd

