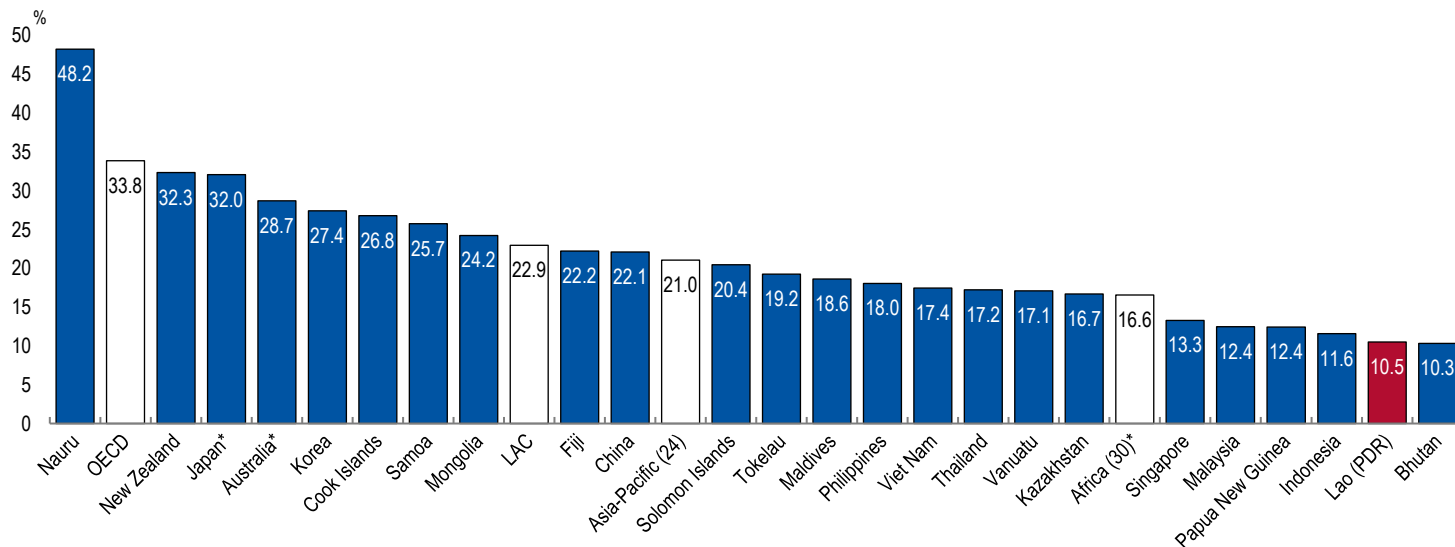


Revenue Statistics in Asia and the Pacific 2021 – Lao People's Democratic Republic

Tax-to-GDP ratio

Tax-to-GDP ratio compared to other Asian and Pacific economies and regional averages, 2019

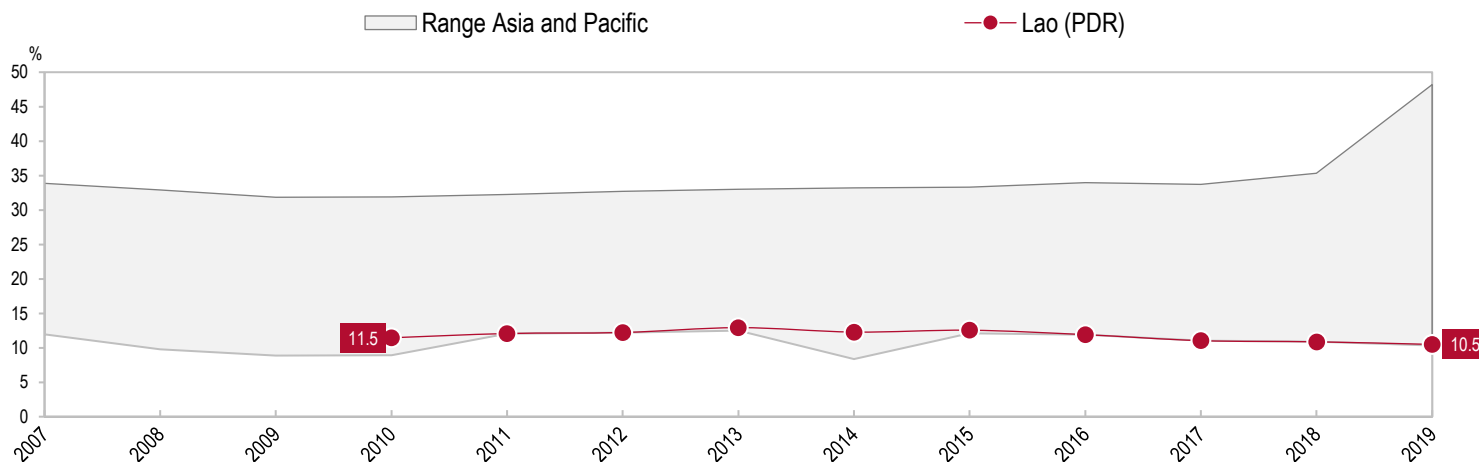
Lao People's Democratic Republic tax-to-GDP ratio was 10.5% in 2019, below the Asia and Pacific (24) average of 21.0% by 10.5 percentage points. It was also below the OECD average (33.8%) by 23.3 percentage points.



* Data for 2018 are used for the Africa (30) average, Australia and Japan as 2019 data are not available.

Tax-to-GDP ratio over time

The tax-to-GDP ratio in Lao (PDR) decreased by 0.4 percentage points from 10.9% in 2018 to 10.5% in 2019. From 2010 to 2019, the tax-to-GDP ratio in Lao (PDR) decreased by 1.0 percentage points from 11.5% to 10.5%. The highest tax-to-GDP ratio in this period was 12.9% in 2013, and the lowest 10.5% in 2019.



In the OECD classification the term "taxes" is confined to compulsory unrequited payments to general government. Taxes are unrequited in the sense that benefits provided by government to tax payers are not normally in proportion to their payments. <http://www.oecd.org/tax/tax-policy/oecd-classification-taxes-interpretative-guide.pdf>

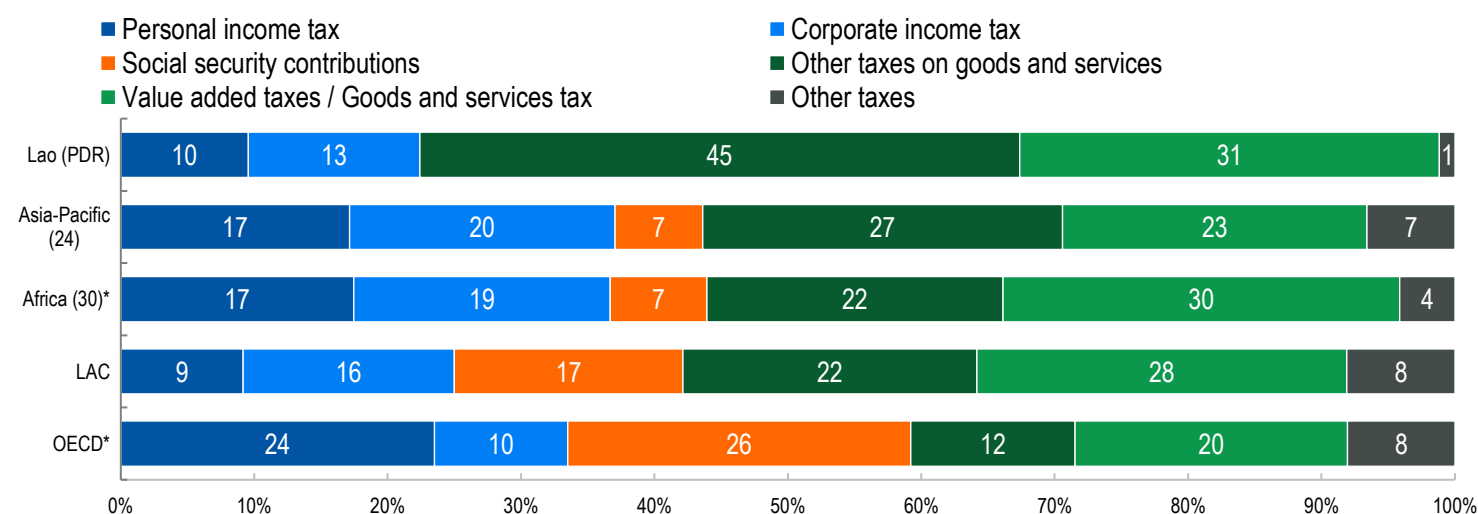
Regional averages (OECD, LAC, Africa (30)) refer to the 2021 edition for Revenue Statistics in Latin America and the Caribbean, and to the 2020 editions of the Revenue Statistics (OECD), and Revenue Statistics in Africa. [oe.cd/global-rev-stats-database](http://www.oecd.org/global-rev-stats-database)



Tax structures

Tax structure compared to the regional averages

Tax structure refers to the share of each tax in total tax revenues. The highest share of tax revenues in Lao (PDR) in 2019 was derived from other taxes on goods and services (45.0%). The second-highest share of tax revenues in 2019 was derived from value added taxes / goods and services tax (31.5%).



* Data for 2018 are used for the OECD and Africa (30) average as 2019 data are not available. All figures within the chart are rounded.

Summary of the tax structure in Lao (PDR)

	Tax Revenues in national currency Lao Kip, Billions			Tax structure in Lao (PDR) % in GDP		
	2019	2018	Δ	2019	2018	Δ
Taxes on income, profits and capital gains	3 856	3 692	+ 163	2.4	2.4	-
<i>of which</i>						
Personal income, profits and gains	1 646	1 619	+ 27	1.0	1.1	- 0.1
Corporate income and gains	2 209	2 073	+ 136	1.3	1.4	- 0.1
Social security contributions	-	-	-	-	-	-
Taxes on goods and services	13 151	12 684	+ 467	8.0	8.3	- 0.3
<i>of which</i>						
Value added taxes / Goods and services tax	5 413	5 201	+ 212	3.3	3.4	- 0.1
Taxes on specific goods and services	6 670	6 516	+ 154	4.1	4.3	- 0.2
<i>of which</i>						
Excises	4 972	4 743	+ 229	3.0	3.1	- 0.1
Customs and import duties	967	1 059	- 92	0.6	0.7	- 0.1
Other taxes	201	188	+ 13	0.1	0.1	-
TOTAL	17 208	16 565	+ 644	10.5	10.9	- 0.4

Tax revenue includes net receipts for all levels of government; figures in the table may not sum to the total indicated due to rounding.

In this country note, "other taxes" is calculated as total tax minus taxes on income, profits and capital gains, social security contributions and taxes on goods and services. It includes taxes on payroll and workforce, taxes on property and other taxes (as defined in the OECD Interpretative Guide).

For further information, please see: oe.cd/revenue-statistics-in-asia-and-pacific



With financial support from the governments of Ireland, Japan, Luxembourg, Norway, Sweden, Switzerland and the United Kingdom