



To: <taxreform@fstb.gov.hk>  
cc:  
Subject: VAT tax

22/07/2006 01:52

Please respond to "Lily Lee"

Urgent

Return Receipt

Dear Sir

By introducing sales tax in HK, you are not encouraging HK people spending in their home city. They will go across the borders. You will chase away businesses too because they will not invest in HK. Everything they do such as renting a office, buying furniture, buying corporate cars, hiring people. This will become a cycle of bad economy.

Furthermore, we already have a hard time beating the fake goods, fake software. I have doubt how you can enforce the really small business to pay the sales tax. You do know that HK has so many weekend stores, night stores, etc. How are you going to make sure they pay tax?

Of course the rich people may not care abt the 5%. You are actually hitting the middle class and businesses that do more than \$5,000,000 retail but not big enough to go listed. You will force a lot of mid size businesses to go out.

I am very much against imposing sales tax on HK people. Please drop this proposal until much later.

Regards,  
Lily