



VALUE ADDED TAX

VALUE ADDED TAX (TAX FREE SHOPS) ORDER 1993

Laid before Tynwald 16th March, 1993

Coming into operation 1st January 1993

In exercise of the powers conferred on the Treasury by sections 12(4) and 44(2) of the Value Added Tax and Other Taxes Act 1973(a) and of all other powers enabling it in that behalf, the following Order is hereby made:-

Citation and commencement

1. This Order may be cited as the Value Added Tax (Tax Free Shops) Order 1993 and shall be deemed to have come into operation on 1st January 1993.

2. After Group 15 of Schedule 4 to the Value Added Tax and Other Taxes Act 1973 insert -

"GROUP 15A - TAX FREE SHOPS

Item No.

1. The supply, by a person in the course of carrying on business in a tax free shop, to a traveller making a relevant journey of goods which are of either of the following descriptions -

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(a) c.1.

Price 50p.

- (a) goods not included in the first column of the following table which do not exceed a value of £36 in aggregate and which have no commercial character and are to be carried in the traveller's personal luggage; or
- (b) goods included in the first column of the following table which do not exceed the quantities set out in the second column of that table and which have no commercial character and are to be carried in the traveller's personal luggage.

<i>Goods</i>	<i>Quantity</i>
(a) Tobacco products:	
Cigarettes	200
or	
Cigarillos (cigars of a maximum weight of 3 grammes each)	100
or	
Cigars	50
or	
Tobacco	250 grammes
(b) Alcoholic beverages:	
With an alcoholic strength of more than 22% by volume	a total of 1 litre
or	
With an alcoholic strength of not more than 22% by volume	a total of 2 litres
or	
Fortified wines and sparkling wines	a total of 2 litres
and	
Still wines (other than fortified wines)	a total of 2 litres
(c) Perfumes	60 cc/ml
and	
Toilet Waters	250 cc/ml

2. The supply, of any goods within Item 1(a) or (b), to a traveller on board an aircraft or ship making a relevant journey by a person who supplies the traveller's air or sea transport or any other person authorised by that person.

*Notes:*

(1) For the purpose of determining the aggregate value of any goods referred to in Item 1(a) only the whole of the value of any item, or group of items which are normally sold as a set or collection, may be included in the aggregate value of £36.

(2) "tax free shop" means any shop which is situated within an airport or port and which is approved by the Treasury for the supply of goods for the purposes of this Group.

(3) "relevant journey" means a journey by air or sea from the Isle of Man to a place in a member State where the traveller is to disembark.

(4) "traveller" means any passenger travelling under a transport document for air or sea travel stating that the immediate destination is a place in a member State (including such a transport document stating that the final destination is a place outside the Isle of Man, the United Kingdom and the member States).

(5) Items 1 and 2 do not apply where the supply is to a traveller under 17 years of age of goods falling within Item 1(b), other than perfumes and toilet waters."

Made this 25th day of February

1993

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke.

Minister for the Treasury

## EXPLANATORY NOTE

(This note is not part of the Order)

This Order provides for the zero-rating of certain supplies of goods made to travellers to a destination in a member State of the European Community. For tobacco products, alcoholic beverages, perfumes and toilet waters, the zero-rating applies up to a quantity limit; for other goods, up to a value limit. The limits are specified in the Order. The Order applies to supplies made from a tax free shop at a port or airport or on board an aircraft or vessel going to a place in a member State.