



VALUE ADDED TAX

VALUE ADDED TAX (INTERNATIONAL SERVICES  
AND TRANSPORT) 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 (International Services and Transport) Order 1993 and shall be deemed to have come into operation on 1st January 1993.
2. For Group 9 of Schedule 4 to the Value Added Tax and Other Taxes Act 1973 substitute -

"GROUP 9 - INTERNATIONAL SERVICES

Item No.

1. The supply of services of work carried out on goods which, for that purpose, have been obtained or acquired in, or imported into, the Isle of Man, the United Kingdom or any of the member States and which are intended to be, and in fact are, subsequently exported to a place outside the Isle of Man, the United Kingdom and the member States -
  - (a) by or on behalf of the supplier; or
  - (b) where the recipient of the services belongs in a place outside the Isle of Man, the United Kingdom and the member States, by or on behalf of the recipient.
2. The supply of services consisting of the making of arrangements for -
  - (a) the export of any goods to a place outside the Isle of Man, the United Kingdom and the member States;
  - (b) a supply of services of the description specified in item 1 of this Group; or

- (c) any supply of services which is made outside the Isle of Man, the United Kingdom and the member States.

Note: This Group does not include any services of a description specified in Group 2 or Group 5 of Schedule 5 to this Act".

3. Group 10 of Schedule 4 to the Value Added Tax and Other Taxes Act 1973 shall be varied in accordance with this article -

- (a) for item 5 there shall be substituted the following -

"The transport of goods from a place within to a place outside the Isle of Man, the United Kingdom and the member States or vice versa, to the extent that those services are supplied within the Isle of Man or the United Kingdom";

- (b) in paragraph (b) of item 10 delete "11";

- (c) delete item 11;

- (d) for item 12 substitute

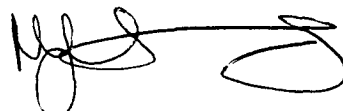
"The supply -

(a) of services consisting of the handling or storage of goods at or their transport to or from a place at which they are to be exported to or have been imported from a place outside the Isle of Man, the United Kingdom and the member States or of the handling or storage of such goods in connection with such transport; or

(b) to a person who receives the supply for the purpose of a business carried on by him and who belongs outside the Isle of Man and the United Kingdom, of services of a description specified in paragraph (a) of item 6, item 9 or paragraph (a) of item 10 of this Group".

4. Article 8 of the Value Added Tax (Transport) Order 1990 (a) is hereby revoked.

Made this 25th day of February 1993



Minister for the Treasury

## **EXPLANATORY NOTE**

*(This note is not part of the Order)*

This Order, with effect from 1st January 1993, substitutes new items 1 and 2 for items 1 to 11 of Group 9 of Schedule 4 to the Value Added Tax and Other Taxes Act 1973 and amends Group 10 of Schedule 4 to that Act.

Article 2 substitutes a new item 1 of Group 9 which provides for the zero-rating of the supply in certain circumstances of work carried out on goods for export. It also substitutes a new item 2 which provides for the zero-rating of the services of arranging for the export of goods and supplies made outside the Community.

Article 3(a) provides zero-rating for the transport of goods treated as supplied in the Island when those services are used in connection with an export from or an import into the Community.

Article 3(b) deletes the reference to item 11 in item 10(b) of Group 10.

Article 3(c) deletes item 11 of Group 10.

Article 3(d) substitutes a new item 12 of Group 10. The new item 12(a) is no longer restricted by reference to the place where the recipient belongs, but will only apply to movements of goods into and out of the Community. Item 12(b) is unchanged.

Article 4 revokes a provision of the Value Added Tax (Transport) Order 1990 which amended item 11 and which has become spent as a result of article 3(c).