



**VALUE ADDED TAX ACT 1996**

**VALUE ADDED TAX (DEEMED SUPPLY OF GOODS) ORDER 2000**

*Laid before Tynwald*

11 April 2000

*Coming into operation*

1 April 2000

In exercise of the powers conferred on the Treasury by paragraph 8(4) of Schedule 5 to the Value Added Tax Act 1996<sup>(a)</sup>, 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 (Deemed Supply of Goods) Order 2000 and shall come into operation on 1<sup>st</sup> April 2000 but shall have effect only in relation to a person who ceases to be a taxable person on or after that date.

**Amendment**

2. In paragraph 8(1)(c) of Schedule 5 to the Value Added Tax Act 1996 (no deemed supply on persons ceasing to be taxable if VAT would not exceed £250) for "£250" substitute "£1,000".

Made this

8<sup>th</sup> day of

March

2000

Minister for the Treasury

**EXPLANATORY NOTE**

(This note is not part of the Order)

Paragraph 8 of Schedule 5 to the Value Added Tax Act 1996 provides that a supply of goods is deemed to be made in certain circumstances when a person ceases to be a taxable person. However, a supply is not deemed to be made if the VAT on the deemed supply would not be more than £250. The effect of this Order is that a supply will not be deemed to be made if the VAT on the deemed supply would not be more than £1,000.

<sup>(a)</sup> 1996 c.1