



VALUE ADDED TAX ACT 1996

VALUE ADDED TAX (HEALTH AND WELFARE) ORDER 2007

Approved by Tynwald

17th April 2007

Coming into operation

1st May 2007

In exercise of the powers conferred on the Treasury by section 31(2) of the Value Added Tax Act 1996^(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 (Health and Welfare) Order 2007 and comes into operation on 1st May 2007.

Amendment

2. Group 7 of Schedule 10 to the Value Added Tax Act 1996 (exemptions: health and welfare) is amended as follows.
3. In item 1, after "The supply of services" insert "consisting in the provision of medical care".
4. In item 2 –
 - (a) for "The supply of any services or dental prostheses by" substitute "The supply of any services consisting in the provision of medical care, or the supply of dental prostheses, by", and
 - (b) revoke paragraph (c) (together with the "or" before it).
5. After item 2 insert –

"2A. The supply of any services or dental prostheses by a dental technician."
6. In item 3, after "The supply of any services" insert "consisting in the provision of medical care".

^(a) 1996 c.1.

Made this

14th

day of February

2007



Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This Order, which comes into operation on 1st May 2007, amends Group 7 of Schedule 10 to the Value Added Tax Act 1996. Group 7 makes provision for the exemption of the supply of health and welfare services.

The effect of this Order is to limit exemption for services provided by medical practitioners, dentists (including dental care professionals) and pharmaceutical chemists to those services that consist in the provision of medical care following a ruling by the European Court of Justice in the case of *Peter d'Ambrumenil and Dispute Resolution Services* (Case C-307/01).

Articles 3, 4 and 6 make this requirement express for medical practitioners, dentists (including dental care professionals) and pharmaceutical chemists respectively.

Article 5 retains the original provision in relation to supplies of services and dental prostheses by dental technicians.