

## IMPLEMENTATION OF MEASURES ANNOUNCED IN BUDGET SPEECH 2025-2026

### VALUE ADDED TAX (VAT)

In the **2025-2026 Budget Speech**, Dr. The Honourable Prime Minister, Minister of Defence, Home Affairs and External Communications, Minister of Finance, Minister for Rodrigues and Outer Island announced that the items listed below are **VAT Zero Rated** with effect from **06 June 2025**.

Sn	List of Items
1	<b>Frozen Vegetables of H.S. Codes Heading 07.10 and 20.04.</b>
	<i>Frozen Vegetables (uncooked or cooked by steaming or boiling in water).</i>
	<i>Frozen Potatoes, Peas, Beans, Spinach, New Zealand spinach and orache spinach, Sweet Corn, Mixtures of frozen vegetables</i>
	<i>Other vegetables and mixtures of vegetables</i>
2	<b>Homogenised Food preparations suitable for infant of H.S. Codes 2005.10.00, 2007.10.10, 2007.10.90 and 2104.20.00.</b>
	<i>Homogenised vegetables, jam, fruit jellies, marmalades, fruit or nut purée, homogenised soup and broths suitable for infants</i>
3	<b>Prepared or preserved vegetables of H.S. Codes 20.02, 20.03, and 20.05 and HS codes 2001.10.00 and 2001.90.20.</b>
	<i>Tomatoes, Cucumbers, gherkins, Mushrooms and truffles, prepared or preserved otherwise than by vinegar or acetic acid.</i>
4	<b>Hairdressing Services</b>

VAT Registered persons are informed that as from 6 June 2025, the items listed above should be treated as zero-rated for VAT purposes, that is, VAT should not be levied on these items.

The items listed above are not exhaustive. A full list of all items which have been made zero-rated is available in the Customs Tariff Schedules available on MRA's website ([www.mra.mu/download/TariffInformation060625.pdf](http://www.mra.mu/download/TariffInformation060625.pdf)).

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