

# **VALUE ADDED TAX ACT**

**(Consolidated Version up to Finance Act 2024)**

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**VALUE ADDED TAX ACT****ARRANGEMENT OF SECTIONS***Section***PART I- PRELIMINARY**

1. Short title
2. Interpretation
3. Meaning of business
4. Meaning of supply
5. Time of supply
6. Application of the Act

**PART II - ADMINISTRATION**

7. [*Commissioner for Value Added Tax*] Deleted <sup>1\*</sup>
8. Confidentiality

**PART III - LIABILITY TO VALUE ADDED TAX**

9. Charge to value added tax
- 9A. Deferred payment of VAT at importation
- 9B. Deceased persons
10. Rate of VAT
11. Zero-rating
12. Value of taxable supplies
13. Value of imported goods
14. Reverse charge on supply of services received from abroad

**PART IIIA-LIABILITY TO VALUE ADDED TAX ON DIGITAL OR ELECTRONIC SERVICES**

- 14A. Interpretation of Part IIIA
- 14B. Foreign supplier to charge VAT

**PART IV - REGISTRATION**

15. Compulsory registration
- 15A. Penalty for failure to apply for compulsory registration<sup>2\*</sup>
16. Voluntary registration
- 16A. Application for registration through CBRIS
17. Certificate of registration
- 17A. Increase in amount specified for compulsory registration
18. Cancellation of registration

**PART V - RECORD AND VAT INVOICE**

19. Record

---

\* Please refer to endnotes at Appendix

- [19A. *Use of electronic fiscal device*] Repealed  
20. VAT invoice

### **PART VA –E-INVOICING SYSTEM<sup>3\*</sup>**

- 20A. Use of e-invoicing system  
20B. Penalty for failure to use electronic fiscal device  
20C. Penalty for misuse of or tampering with electronic fiscal device  
20D. Objection to claim  
20E. Failure to use electronic fiscal device  
20F. Misuse of or tampering with electronic fiscal device

### **PART VI - RETURN, PAYMENT AND REPAYMENT OF TAX**

21. Credit for input tax against output tax  
22. Return and payment of tax  
23. Tax liability prior to date of registration  
24. Repayment of tax  
25. Change in taxable period  
26. Penalty for non-submission of return by due date<sup>4\*</sup>  
26A. Penalty for failure to join electronic system<sup>5\*</sup>  
27. Penalty for late payment of tax  
27A. Interest on tax unpaid or amount repaid or refunded in excess<sup>6\*</sup>

### **PART VIA – DEDUCTION OF AMOUNT FROM VAT BY PUBLIC SECTOR AGENCY**

- 27B. Interpretation of Part VIA  
27C. Obligation of public sector agency

### **PART VIB – VAT RELATING TO SMALL ENTERPRISE**

- 27D. Interpretation of Part VIB  
27E. VAT annual accounting system  
27F. Records  
27G. Change in accounting system

### **PART VII - POWERS OF DIRECTOR-GENERAL**

28. Power to require information  
28A. Act or thing in respect of period before 4 years preceding last day of taxable period  
29. Obligation to furnish information  
30. Use of computer system  
31. Production of books and records  
32. Power to inspect books, records and goods  
32A. Power to access computers and other electronic services<sup>7\*</sup>  
33. Time limit to require information, books or records  
34. Power to require security  
34A. Power to waive penalty or interest<sup>8\*</sup>  
35. Warrant to search and seize

- 36. Proceedings for temporary closing down of business
- 36A Anti-avoidance provisions<sup>9\*</sup>

## **PART VIII - ASSESSMENTS, OBJECTIONS AND REVIEW OF ASSESSMENTS<sup>10\*</sup>**

- 37. Director-General may make assessments<sup>11\*</sup>
- 37A. Penalty on amount claimed in assessment<sup>12\*</sup>
- 37B. Validity of notice of assessment or determination
- 37C. Additional assessment
- 38. Objection to assessments
- 39. Determination of objections
- 40. Representations to Assessment Review Committee
- 41. Conclusiveness of assessments

## **PART IX - RECOVERY OF TAX**

- 42. Priority for VAT charged by a registered person
- 43. Recovery of unpaid tax and special levy
- [44. *Recovery of tax by distress and sale*] Repealed
- [45. *Inscribed privilege*] Repealed
- [46. *Uninscribed privilege*] Repealed
- [47. *Contrainte*] Repealed
- [48. *No limitation of action for recovery of tax*] Repealed

## **PART IXA – [COMMISSIONER, LARGE TAXPAYER DEPARTMENT] Deleted<sup>13\*</sup>**

- 48A. [*Interpretation of Part IX A*] Deleted
- 48B [*Administration of Value Added Tax enactments by Commissioner, Large Taxpayer Department*] Deleted

## **PART X - VAT RELATING TO BONDED WAREHOUSES, FREEPORT ZONE AND DUTY FREE SHOPS OR SHOPS UNDER THE DEFERRED DUTY AND TAX SCHEME<sup>14\*</sup>**

- 49. VAT relating to a bonded warehouse or an excise warehouse
- 50. VAT relating to a freeport zone
- 51. [*VAT relating to an export processing zone*] Deleted<sup>15\*</sup>
- 52. [*VAT relating to a pioneer status enterprise*] Deleted<sup>16\*</sup>
- 53. VAT relating to a duty free shop or shop under the Deferred Duty and Tax Scheme.<sup>17\*</sup>

## **PART XA - SOLIDARITY LEVY<sup>18\*</sup>**

- 53A. Purpose of solidarity levy<sup>19\*</sup>
- 53B. Liability to solidarity levy<sup>20\*</sup>
- 53C. Payment of solidarity levy<sup>21\*</sup>
- 53D. Circumstances in which no levy is payable<sup>22\*</sup>
- 53E. Adjustment of levy<sup>23\*</sup>
- 53F. Late payment of levy<sup>24\*</sup>
- 53G. Assessment and recovery of levy<sup>25\*</sup>
- 53H. Interpretation<sup>26\*</sup>

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**PART XB – SPECIAL LEVY ON BANKS**

- 53I Interpretation
- 53J Liability to special levy
- 53K Late payment of special levy
- 53L Assessment and recovery of special levy

**PART XI - OFFENCES**

- 54. Failure to register or pay tax
- 55. Failure to submit return and pay tax
- 56. Failure to keep records or to issue VAT invoice
- 57. Incorrect return or information
- 58. False returns, books, records or VAT invoices
- 59. Other offences
- 60. Penalties for offences
- 61. Compounding of offences
- 62. Tax payable notwithstanding prosecution

**PART XII - MISCELLANEOUS**

- 63. Cessation or transfer of business
- 63A. Tax liability of principal officer of private company
- 64. Tax liability of appointed person
- 65. Refund of tax
- 65A. Refund of VAT to persons other than registered persons
- 65B. Refund of VAT to diplomatic missions and agents
- 65C. Refund of VAT to persons on residential building, house or apartment
- 65D. Time limit for refund and payment of interest
- 65E. *[Contributions to Film Promotion Fund]* **Deleted**
- 66. Exempt bodies or persons
- 67. Erroneous refund, exemption or reduction
- 68. Service of documents
- 69. Admissibility of documents produced by computer
- 69A. Rulings<sup>27\*</sup>
- 69B. Statement of Practice
- 70. Jurisdiction of Magistrate
- 71. Burden of proof
- 72. Regulations
- 73. Transitional provisions
- 74. Consequential amendments
- 75. Repeal and savings
- 76. Commencement

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\* Please refer to endnotes at Appendix

## **An Act**

**To provide for the replacement of the sales tax on goods by a value added tax on goods and services and for the purposes connected therewith and incidental thereto.**

ENACTED by the Parliament of Mauritius, as follows -

### **PART I - PRELIMINARY**

#### **1. Short title**

This Act may be cited as the Value Added Tax Act 1998.

#### **2. Interpretation**

In this Act -

“appointed day” means 7 September 1998;

“Authority” means the Mauritius Revenue Authority established under the Mauritius Revenue Authority Act 2004;<sup>28\*</sup>

“business” has the meaning given to it by section 3;

“business registration number” has the same meaning as in the Business Registration Act;<sup>29\*</sup>

“CBRIS” has the same meaning as in the Companies Act;<sup>30\*</sup>

"certificate" means a certificate of registration issued under section 17;

“CO<sub>2</sub> levy” has the same meaning as in the Excise Act;<sup>31\*</sup>

[ "*Commissioner*" ] Definition deleted<sup>32\*</sup>

[ "*Committee*" ] Definition deleted<sup>33\*</sup>

[ "*Customs*" ] Definition deleted<sup>34\*</sup>

“customs duty” means the duty leviable under the Customs Act 1988 and the Customs Tariff Act;

“customs laws” has the same meaning as in the Customs Act 1988;

"customs value", in relation to goods, means the value as determined under the Customs Act 1988;

“Director-General” means the Director-General of the Authority;<sup>35\*</sup>

“document” means any document and includes information stored in a computer, disc, cassette, or on microfilm, or preserved by any mechanical or electronic device;

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\* Please refer to endnotes at Appendix

“duty free shop” has the same meaning as in the Customs Act 1988;

“departing citizen of Mauritius” means a citizen of Mauritius who holds –

- (a) a valid passport; and
- (b) a valid ticket for travel by air or sea to a foreign airport or port;

“e-invoicing system” means the e-invoicing system set up under section 20A;<sup>36\*</sup>

"Economic Development Board" means the Economic Development Board established under the Economic Development Board Act 2017;<sup>37\*</sup>

"excise duty" means the excise duty chargeable under the Excise Act 1994 on the excisable goods specified in Part I of the First Schedule to that Act;

"exempt supply" means a supply of such goods or services exempted from the payment of VAT as are specified in the First Schedule;

[ “*export enterprise*” ] Definition deleted<sup>38\*</sup>

[ “*export processing zone*” ] Definition deleted<sup>39\*</sup>

“fiscal invoice” means a receipt or an invoice that is issued by a business to acknowledge that a transaction has occurred between the business and a customer and that bears such data or mark as may be prescribed to confirm that the invoice has been duly registered on the e-invoicing system;<sup>40\*</sup>

“freeport zone” has the same meaning as in the Freeport Act 1992;

"goods"-

- (a) means any movable or immovable property; and
- (b) includes animals; but
- (c) does not include money;

“hire purchase agreement” has the same meaning as in the Hire Purchase and Credit Sale Act;

“import” means bring or cause to be brought within Mauritius;

“input tax”, in relation to a taxable person, means -

- (a) VAT charged on the supply to him of any goods or services; and
- (b) VAT paid by him on the importation of any goods,

being goods or services used or to be used in the course or furtherance of his business;

“input tax allowable” means the input tax allowable under section 21;

“invoice” -

- (a) means a document notifying an obligation to make payment; and
- (b) includes any document similar to an invoice; but
- (c) does not include a VAT invoice;

“levy on energy consumption” means the levy chargeable under section 3E of the Excise Act;<sup>41\*</sup>

“local authority” has the same meaning as in the Local Government Act 1989;

“MID levy”<sup>42\*</sup> means the MID levy chargeable under section 3A of the Excise Act;

“Minister” means the Minister to whom responsibility for the subject of finance is assigned;

“money” includes currencies whether of Mauritius or any other country but does not include a collector’s piece, investment article or item of numismatic interest;

“non-resident”,<sup>43\*</sup>

- (a) in the case of an individual, means a person –
  - (i) whose permanent place of abode is outside Mauritius; and
  - (ii) who is outside Mauritius at the time the services are supplied;
- (b) in the case of any other person –
  - (i) means a person whose centre of economic interest is located outside Mauritius; and
  - (ii) includes a company incorporated in Mauritius in so far as its banking transactions carried out through a permanent establishment outside Mauritius are concerned; but
  - (iii) does not include a company incorporated outside Mauritius in so far as its banking transactions carried out through a permanent establishment in Mauritius are concerned;

“officer” means an officer of the Authority;<sup>44\*</sup>

“output tax”, in relation to a taxable person, means VAT on the taxable supplies he makes in the course or furtherance of his business;



“person” includes any société, trust, economic entity or similar organisation, club or association, Ministry or Government department and any local authority;<sup>45\*</sup>

“private company” has the same meaning as in the Companies Act;<sup>46\*</sup>

“qualified auditor” has the same meaning as in the Companies Act 1984;

“quarter” means a period of 3 months ending at the end of March, June, September or December;

“registered person” means a person who is registered under section 15 or 16;

“record” -

(a) means a record specified in section 19; and

(b) includes copies of VAT invoice specified in section 20;

“return” means a return specified in section 22;

“services” means anything which is not goods or money;

“small enterprise” means a person whose annual turnover does not exceed 10 million rupees;<sup>47\*</sup>

“société” -

(a) means a *société* formed under any enactment in Mauritius; and

(b) includes -

(i) a *société de fait* or a *société en participation*;

(ii) a joint venture; or

(iii) a *société* or partnership formed under the law of a foreign country;

“supply” has the meaning given to it by section 4;

“tax” -

(a) means the value added tax specified in section 9; and

(b) includes any penalty and any interest imposed under this Act; but<sup>48\*</sup>

(c) does not include any fine;

“taxable period”, in relation to a taxable person, means -

(a) in the case where his annual turnover of taxable supplies exceeds the amount specified in the Second Schedule, a month or part of a month; or

- (b) in any other case, a quarter or part of a quarter;

“taxable person” -

- (a) means any person who is required to be registered under section 15; and
- (b) includes a registered person;

"taxable supply" means a supply of goods in Mauritius, or a supply of services performed or utilised in Mauritius; and

- (a) includes a supply which is zero-rated; but
- (b) does not include an exempt supply,

made by a taxable person in the course or furtherance of his business;

[ “traveller” ] Definition deleted<sup>49\*</sup>

[“Tribunal”] Definition deleted;<sup>50\*</sup>

“trust” means any trust constituted under any enactment;

“value added tax” means the value added tax charged in accordance with this Act;

"VAT" means value added tax and any reference in this Act to VAT is a reference to value added tax;

“VAT Exemption Card” means a card issued under item 9(b) of the Ninth Schedule;<sup>51\*</sup>

“VAT invoice” -

- (a) means a VAT invoice under section 20; but
- (b) does not include a receipt or invoice under section 19;

“VAT Registration Number” means the VAT Registration Number allocated to a person under section 17;

“visitor” means a person holding -<sup>52\*</sup>

- (a) a foreign passport; and
- (b) a valid ticket for travel by air or sea to a foreign airport or port.

### 3. Meaning of business

(1) In this Act, "business" -

- (a) means -

- (i) any trade, commerce or manufacture, profession, vocation or occupation; or
    - (ii) any other activity in the nature of trade, commerce or manufacture, profession, vocation or occupation; and
  - (b) includes any activity carried on by a person, whether or not for gains or profit, and which involves in part or in whole the supply of goods or services to other persons for a consideration.
- (2) Anything done in connection with the termination or intended termination of a business is treated as being done in the course or furtherance of that business.
- (3) Where in the case of a business carried on by a taxable person, goods forming part of the assets of the business are, under any power exercisable by another person, sold by the other in or towards satisfaction of a debt owed by the taxable person, they shall be deemed to be supplied by the taxable person in the course or furtherance of his business.
- (4) The disposal of a business as a going concern, or of its assets or liabilities, whether or not in connection with its re-organisation or winding up, is a supply made in the course or furtherance of the business.

#### **4. Meaning of supply**

- (1) Subject to the other provisions of this Act, “supply” means -
- (a) in the case of goods, the transfer for a consideration of the right to dispose of the goods as the owner; or
  - (b) in the case of services, the performance of services for a consideration.
- (2) Without prejudice to the provisions of the Third Schedule and to any regulations made under subsection (4) -
- (a) “supply” in this Act includes all forms of supply, but not anything done otherwise than for a consideration;
  - (b) anything which is not a supply of goods but is done for a consideration (including, if so done, the granting, assignment or surrender of any right) is a supply of services.
- (3) The Third Schedule shall apply for determining what is, or is to be treated as, a supply of goods or a supply of services.
- (4) Without prejudice to section 72(1)(b), the Minister may, by regulations, amend the Third Schedule to provide, with respect to any transaction, whether -
- (a) it is to be treated as a supply of goods and not as a supply of services;
  - (b) it is to be treated as a supply of services and not as a supply of goods;
- or

- (c) it is to be treated as neither a supply of goods nor a supply of services.
- (5)
- (a) A supply of goods incidental to the supply of services is part of the supply of the services.
  - (b) A supply of services incidental to the importation of goods is part of the importation of the goods.
  - (c) A supply of services incidental to the supply of goods is part of the supply of the goods.
- (6) A supply of services made by a person in performing the duties of his office or employment is not a supply made by that person.

## 5. Time of supply

(1) Subject to the other provisions of this Act, a supply of goods or services shall be deemed to take place -

- (a) at the time an invoice or a VAT invoice in respect of that supply is issued by the supplier; or
- (b) at the time payment for that supply is received by the supplier,

whichever is the earlier.

(2) Where services are supplied for a continuous period under any enactment or agreement which provides for periodic payments, the services are treated as successively supplied for successive parts of the period as determined by the enactment or agreement and each successive supply shall be deemed to take place -

- (a) at the time an invoice or a VAT invoice in respect of that supply is issued by the supplier; or
- (b) at the time payment for that supply is received by the supplier,

whichever is the earlier.

(2A) Where services are provided to a Ministry, Government department, local authority or the Rodrigues Regional Assembly under a construction works contract, the supply shall be deemed to take place at the time payment for that supply is received by the supplier.<sup>53\*</sup>

(2B) Subsection (2A) shall apply for the period starting on 1 October 2020 and ending on 30 September 2022.<sup>54\*</sup>

(2C) For the purpose of subsection (2A) –<sup>55\*</sup>

“construction works” –

(a) means civil construction, including construction or repair of any building, road or other structure or execution of any works contract; and

(b) includes any mechanical or electrical works.

(3) Where a taxable supply is made -

(a) under a hire purchase agreement, the supply shall be treated as a supply of goods and it shall be deemed to be supplied at the time the agreement is made; or

(b) under a lease agreement, the supply shall be treated as a supply of services and it shall be deemed to be supplied -

(i) at the time an invoice or a VAT invoice in respect of that supply is issued by the supplier; or

(ii) at the time payment for that supply is received by the supplier, whichever is the earlier.

(4) Where any goods specified in Part II of the Seventh Schedule are supplied at the stage in the chain of distribution immediately before the retail stage, the time of supply of those goods shall, subject to subsection (1), be treated, for all intents and purposes, as if the supply at the retail stage has taken place.<sup>56\*</sup>

(5) Notwithstanding the other provisions of this section, the Minister may, by regulations, make provision with respect to the time at which a supply is to be treated as taking place in cases where it is a supply of goods or services for a consideration, the whole or part of which, is payable periodically or from time to time, or at the end of any period.

## **6. Application of the Act <sup>57\*</sup>**

(1) This Act shall bind the State.

(2) Where in any enactment or agreement made before or after the commencement of this Act, it is provided that notwithstanding any other enactment a statutory corporation or any other person shall be exempt from the payment of the whole or part of any tax, that provision shall not be construed as an exemption from the payment of VAT under this Act.

## **PART II - ADMINISTRATION**

## **7. [Commissioner for Value Added Tax] Deleted<sup>58\*</sup>**

## 8. Confidentiality

(1) Subject to subsection (2), every officer shall maintain the confidentiality of any return, assessment, document or other matter that comes to his knowledge or possession in the performance of his duties and functions under this Act and any regulations made thereunder.

(2) Except for the purposes of this Act, any other revenue law, the Financial Crimes Commission Act 2023, the Economic Development Board Act or where so authorised to do so by the Minister, no officer shall communicate to any person any matter relating to this Act and any regulations made thereunder.<sup>59\*</sup>

(3) Any officer who, without lawful excuse, contravenes this section shall commit an offence and shall, on conviction, be liable to a fine not exceeding 5,000 rupees and to imprisonment for a term not exceeding 2 years.

## PART III - LIABILITY TO VALUE ADDED TAX

## 9. Charge to value added tax

(1) VAT shall be charged on any supply of goods or services made in Mauritius, where it is a taxable supply made by a taxable person in the course or furtherance of any business carried on by him.

(2) VAT on any taxable supply is a liability of the person making the supply and becomes due at the time of supply.

(3) Where food or drink, cooked or prepared in any manner, is supplied, such food or drink shall, notwithstanding the other provisions of this Act, be deemed to be a taxable supply.

- (4) Subject to the other provisions of this Act, every person who -
- (a) imports goods, other than goods specified in the First Schedule, shall pay a value added tax on those goods; or
  - (b) being a taxable person, makes taxable supplies, shall, after the end of the taxable period in which those supplies are made, pay to the Director-General, within such time as may be prescribed, a value added tax on those supplies.<sup>60\*</sup>

(5) VAT on the importation of goods shall be charged, levied and payable as if it were customs duty, excise duty, MID levy, CO<sub>2</sub> levy or levy on energy consumption and as if all goods imported into Mauritius are dutiable and liable to customs duty, excise duty, MID levy, CO<sub>2</sub> levy or levy on energy consumption.<sup>61\*</sup>

(6) Every taxable person shall be liable to pay to the Director-General VAT on all his taxable supplies as from the date he is required to be registered as a registered person under this Act.<sup>62\*</sup>

(7) The liability under the Act of a *société*, club, association, or similar organisation, as a taxable person shall not be affected by any change in its associateship or membership, as the case may be.

(8) No person shall charge VAT on any supplies of goods or services he makes unless he is a registered person at the time the supplies are made.

(9) Notwithstanding the other provisions of this section, where -

- (a) any goods specified in Part II of the Seventh Schedule; or
- (b) prepaid cards in respect of any services,

are supplied at any stage in the chain of distribution immediately before the retail stage, the supply shall be deemed to have been made at the retail stage and VAT on such supply shall be charged on such value as includes the retail margin.<sup>63\*</sup>

(10) Notwithstanding section 4, where goods are received under consignment by an agent who is a registered person and the sale of the goods is made by that registered person in his own name, VAT shall be charged by him on the selling price of the goods.<sup>64\*</sup>

(11) Where a person acts as an agent of a principal who is a registered person and a sale of goods is made by the agent in the name of the principal, VAT shall be charged by the agent in the name of the principal on the selling price of the goods.<sup>65\*</sup>

#### **9A. Deferred payment of VAT at importation<sup>66\*</sup>**

(1) Notwithstanding section 9(4) and (5), the Director-General may defer payment of VAT at importation on capital goods, being plant and machinery, imported by a VAT registered person.

- (2) Where payment of VAT at importation has been deferred under subsection (1)-
  - (a) the VAT registered person shall, on submission of his return for the taxable period in which VAT is deferred, include the deferred VAT as output tax in his return;
  - (b) the deferred VAT shall, where it is declared as output tax in accordance with paragraph (a), be deemed to have been paid.

(3) Where VAT deferred at importation is not declared as output tax in the taxable period in which the VAT is deferred, the deferred VAT shall become due and payable and it shall be recovered under section 24A of the Customs Act.

#### **9B. Deceased persons<sup>67\*</sup>**

(1) Where a taxable person dies, every person specified in subsection (2) shall, subject to subsections (3) and (4) –

- (a) be deemed to be an agent of the deceased taxable person; and

- (b) be liable to pay to the Director-General, VAT collected but not remitted on taxable supplies made by the taxable person in the course or furtherance of any business carried on by the taxable person.

(2) For the purpose of subsection (1), an agent of the deceased taxable person shall be –

- (a) an heir who accepts the succession of the taxable person under Article 774 of the Code Civil Mauricien;
- (b) the surviving spouse of the taxable person;
- (c) a universal legatee of the taxable person;
- (d) an executor or a liquidator of the succession of the taxable person;
- (e) in the absence of the person specified in paragraph (a), (b) or (c), a legatee or donee of the taxable person; and
- (f) where he is vested with the vacant succession of the taxable person, the Curator of Vacant Estates.

(3) A person referred to in subsection (2)(a), (b) or (e) shall not be liable under subsection (1) to any VAT in excess of his share in the estate of the deceased taxable person.

(4) Nothing in this section shall affect the rights of a person referred to in subsection (3) over or against any heir, surviving spouse or legatee.

(5) Subject to subsection (6), where a taxable person dies, any supply of goods or services made under section 9 by the agent of the deceased taxable person after his death shall be deemed to have been made by the succession of the taxable person.

(6) For the purpose of subsection (5), the succession of a taxable person shall be deemed to be a registered person under Part IV from the date of death of the taxable person up to the end of the taxable period following that in which the death occurred.

## **10. Rate of VAT**

(1) Subject to section 51, VAT shall be charged at the rate specified in the Fourth Schedule and shall be charged -<sup>68\*</sup>

- (a) on any taxable supply by reference to the value of the supply as determined under section 12; and
- (b) on the importation of any goods, other than those specified in the First Schedule, by reference to the value of the goods as determined under section 13.

(2) Notwithstanding any other enactment or agreement and subject to subsections (3) and (4), where the rate of tax is varied before the supply of any goods or services takes

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\* Please refer to endnotes at Appendix



place pursuant to section 5, the rate of tax on the supply of those goods or services shall be varied as from the date of the variation.<sup>69\*</sup>

(3) Where, in the course of the execution of a contract for the supply of any goods or services, the rate of tax is varied, the rate of tax on the supply of those goods or services shall be varied with respect to the remaining part of the contract as from the date of the variation.<sup>70\*</sup>

(4) Where, in respect of a continuous supply of services, invoices are issued at regular intervals and the rate of tax is varied, the rate of tax on the supply of those services shall be varied as from the date of the variation.<sup>71\*</sup>

## **11. Zero-rating**

(1) Where a taxable person supplies goods or services and the supply is zero-rated -

- (a) no VAT shall be charged on the supply; but
- (b) it shall in all respects be treated as a taxable supply, and

accordingly the rate at which VAT is treated as charged on the supply shall be nil.

(2) A supply of goods or services is zero-rated by virtue of this section if the goods or services are of a description specified in the Fifth Schedule.

## **12. Value of taxable supplies**

(1) For the purposes of this Act, the value of any taxable supply made by a taxable person shall, subject to the other provisions of this Act, be determined in accordance with the provisions of this section and shall be expressed in Mauritius currency <sup>72\*</sup>.

(2) If the supply is for a consideration in money, its value shall be taken to be such amount as, with the addition of the VAT chargeable, is equal to the consideration or such other amount as the Director-General may determine.<sup>73\*</sup>

(3) The value of the supply shall be taken to be the open market value of the supply or such other amount as the Director-General may determine where the supply is –

- (a) for a consideration not consisting, or not wholly consisting, of money; or
- (b) not made in the course of an arm's length transaction.<sup>74\*</sup>

(4) Where a taxable supply is not the only matter to which a consideration in money relates, the supply shall be deemed to be for such part of the consideration as is properly attributable to it.

(5) For the purposes of subsection (3), the open market value of a supply of goods or services shall be taken to be the amount that would fall to be taken as its value under subsection (2) if the supply were for such consideration in money as would be payable by a person who has no relationship with any person which would affect that consideration.

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\* Please refer to endnotes at Appendix

(6) Where a supply of any of the goods specified in Part I of the Seventh Schedule is made by a registered person -<sup>75\*</sup>

- (a) at the stage in the chain of distribution immediately before the stage of retail, VAT shall be calculated on such value of the supply as excludes the retail margin.
- (b) at the stage of retail, VAT shall be calculated on the value of the supply as specified in paragraph (a).

(7) Where a supply of any of the goods specified in Part II of the Seventh Schedule is made by a registered person -<sup>76\*</sup>

- (a) at the stage in the chain of distribution immediately before the stage of retail, VAT shall be calculated on such value of the supply as includes the retail margin.
- (b) at the stage of retail, VAT shall be calculated on the value of the supply as specified in paragraph (a)

### 13. Value of imported goods

The value shall, in respect of goods imported by any person, be the sum of –

- (a) the customs value of the goods;
- (b) the customs duty and excise duty payable on the goods;
- (c) the MID levy;<sup>77\*</sup>
- (d) the CO<sub>2</sub> levy; and <sup>78\*</sup>
- (e) the levy on energy consumption.<sup>79\*</sup>

### 14. Reverse charge on supply of services received from abroad

(1) Where a person who does not belong in Mauritius and is not VAT registered makes a taxable supply of services which are performed or utilised in Mauritius, to a registered person, then all the same consequences shall follow under this Act as if the registered person had himself supplied the services in Mauritius and that supply were a taxable supply.<sup>80\*</sup>

(2) Where a supply of services is treated as made by a registered person under subsection (1), section 21 shall apply and the registered person may claim the tax on the supply of those services as input tax.<sup>81\*</sup>

(3) The invoice or other documentation from the person making the supply shall be treated as a VAT invoice.

(4) The value of the supply under this section shall be the amount paid or payable for the services.

- (5) For the purposes of this section, a person does not belong in Mauritius if that person -
- (a) has no permanent establishment in Mauritius for the carrying on of his business; or
  - (b) has his place of abode outside Mauritius.
- (6) Repealed<sup>82\*</sup>
- (7) Repealed<sup>83\*</sup>

### **PART IIIA – LIABILITY TO VALUE ADDED TAX ON DIGITAL OR ELECTRONIC SERVICES<sup>84\*</sup>**

#### **14A. Interpretation of Part IIIA**

In this Part –

“digital or electronic service” means such service as may be prescribed, which is supplied –

- (a) by a foreign supplier over the internet or an electronic network which is reliant on the internet; or
- (b) by a foreign supplier and is dependent on information technology for its supply;

“foreign supplier” means a person who –

- (a) has no permanent establishment in Mauritius;
- (b) has his place of abode outside Mauritius; and
- (c) supplies, in the course of his business, digital or electronic services to a person in Mauritius.

#### **14B. Foreign supplier to charge VAT**

VAT shall be charged in accordance with sections 10 and 12 on any digital or electronic service supplied by a foreign supplier to a person in Mauritius, subject to such conditions as may be prescribed.

**PART IV - REGISTRATION****15. Compulsory registration**

- (1) Subject to the other provisions of this section, every person -
- (a) who, in the course or furtherance of his business, makes taxable supplies; and
  - (b) whose turnover of taxable supplies exceeds or is likely to exceed the amount, specified in the Sixth Schedule,<sup>85\*</sup>

shall apply to the Director-General, in such form and in such manner as may be approved by him, for compulsory registration as a registered person under the Act.<sup>86\*</sup>

- (2) (a) Notwithstanding section 16, every person engaged in –<sup>87\*</sup>
- (i) any business or profession specified in Part I of the Tenth Schedule and whose turnover of taxable supplies does not exceed or is not likely to exceed the amount specified in the Sixth Schedule; or<sup>88\*</sup>
  - (ii) any business specified in Part II of the Tenth Schedule, irrespective of his turnover of taxable supplies,

shall apply to the Director-General, in such form and in such manner as may be approved by him, for compulsory registration as a registered person under the Act.

- (b) Paragraph (a) (i) shall not apply to a person holding an office or employment, unless the person, otherwise than by virtue of any enactment, is also engaged, in addition to his office or employment, in any business or profession specified in Part I of the Tenth schedule.

(2A)<sup>89\*</sup> Notwithstanding the other provisions of this Act, the registration of a person engaged in the business specified in item 1 of Part II of the Tenth Schedule shall be in respect of –

- (a) the banking services referred to -
    - (i) in subparagraph (A), (B) and (C) of item 50(a)(ii) of the First Schedule;
    - (ii) in item 6(b)(ii) of the Fifth Schedule; and
  - (b) his other taxable supplies, irrespective of the amount of his turnover.
- (3) Where the turnover of a person is made up exclusively of -
- (a) zero-rated supplies; or
  - (b) zero-rated supplies and exempt supplies,

that person shall not be bound to apply for registration under this section.<sup>90\*</sup>

(4) Where the Director-General is satisfied that the applicant is required to be registered, he shall register the applicant as a registered person under the Act.<sup>91\*</sup>

(5) Where the Director-General is satisfied that -

- (a) a person, in the course or furtherance of his business, makes taxable supplies;
- (b) the taxable supplies made by certain other persons should properly be regarded as those made by that person;
- (c) where the taxable supplies referred to in paragraphs (a) and (b), upon being aggregated, will exceed the amount specified in the Sixth Schedule<sup>92\*</sup>; and
- (d) the main reason or one of the main reasons for that person carrying on business in the way he does is the reduction of the VAT liability or the avoidance of a liability to be registered,<sup>93\*</sup>

the Director-General may issue a direction directing that person and the other persons referred to in paragraph (b) to be registered under this section.<sup>94\*</sup>

#### **15A. Director-General to compulsorily register a taxable person<sup>95\*</sup>**

Where a taxable person fails to –

- (a) apply for compulsory registration under section 15(1), (2) or (2A); or
- (b) comply with a direction issued under section 15(5), the Director-General shall deem that taxable person to be registered under section 15 and shall allocate to him a VAT Registration Number and issue a certificate of registration in accordance with section 17.

#### **15B. Penalty for failure to apply for compulsory registration<sup>96\*</sup>**

Any taxable person who does not apply for compulsory registration under section 15 shall be liable to pay to the Director-General a penalty of 5,000 rupees for every month or part of the month from the taxable period in respect of which he is liable to be registered as a registered person up to the month immediately preceding the month in which the application for registration is submitted, provided that the total penalty payable shall not exceed 50,000 rupees.<sup>97\*</sup>

### **16. Voluntary registration**

(1) Notwithstanding section 15, any person who, in the course or furtherance of his business, makes taxable supplies may apply to the Director-General, in such form and in such manner as may be approved by him, for voluntary registration as a registered person under the Act.<sup>98\*</sup>

- (2) Where the applicant satisfies the Director-General that -
- (a) he keeps and maintains a proper record of his business; and<sup>99\*</sup>
  - (b) repealed <sup>100\*</sup>
  - (c) he has been discharging his obligations under the revenue laws,

the Director-General may register the applicant as a registered person under the Act.<sup>101\*</sup>

(3) Where a person is registered under subsection (1), he shall be allowed to take, as credit against his output tax, the amount of input tax allowable to him on goods and services acquired by him as from the date he has been registered.<sup>102\*</sup>

#### **16A. Application for registration through CBRIS<sup>103\*</sup>**

For the purpose of section 15(1) or (2) or 16(1), a person may apply for registration as a registered person through CBRIS.

### **17. Certificate of registration**

(1) Where a person has been registered under section 15 or 16, the Director-General shall allocate to that person a VAT Registration Number and issue to him a certificate of registration in a form approved by the Director-General on such terms and conditions as he thinks fit.

(2) The Director-General shall, in the certificate of registration issued to a person under subsection (1), specify the VAT Registration Number allocated to that person.<sup>104\*</sup>

(3)<sup>105\*</sup> The Director-General shall publish, in such manner as he thinks fit, a list of all registered persons under this Act, including their –

- (a) name;
- (b) trading name;
- (c) Business Registration Number; and
- (d) VAT Registration Number.

(4)<sup>106\*</sup> The Director-General shall ensure that the list published under subsection (3) is updated on a quarterly basis.

#### **17A. Increase in amount specified for compulsory registration <sup>107\*</sup>**

(1) Where the amount specified in the Sixth Schedule is increased, any registered person who is no longer required to remain registered under the Act shall, by irrevocable notice in writing to the Director-General, within 30 days of the coming into operation of the increase, elect to cease to be registered.

(2) Where a person makes an election under subsection (1), he shall cease to be a registered person as from the beginning of the taxable period immediately following the date of his notification.

(3) Where a person gives notice under subsection (1), he shall –

- (a) at the same time, submit any overdue return;
- (b) submit, by the due date, the return for each taxable period up to and including the taxable period ending on the date on which he would cease to be registered;
- (c) pay any tax due together with any penalty under sections 26, 26A and 27 and any interest under section 27A;
- (d) cease to hold himself out to be a registered person as from the date he would cease to be registered; and
- (e) return to the Director-General his certificate of registration and all its copies.

(4) The Director-General shall, on receipt of a notice under subsection (1) –

- (a) deregister the person; and
- (b) where necessary, enforce compliance by the person of the requirements of subsection (3).

(5) Any person who does not give notice by the time limit referred to in subsection (1) shall continue to be a registered person under section 16.

(6) Where a person ceases to be a registered person under this section and his return for the last taxable period shows an excess of input tax over output tax, the excess of input tax over output tax shall not be refundable.

## **18. Cancellation of registration**

(1) Where the Director-General is satisfied that a registered person should cease to be registered under the Act, he may, by notice in writing, require the registered person, within 14 days of the date of the notice, to show cause why he should not cease to be registered and if the Director-General is satisfied that, having regard to all circumstances of the case, it is expedient to do so, he may cancel the registration with effect from such date as the Director-General may determine and give notice thereof to the person.<sup>108\*</sup>

(2) Where the registration of a registered person is cancelled under subsection (1), the person shall –

- (a) cease to hold himself out to be a registered person;

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\* Please refer to endnotes at Appendix

- (b) submit a return and pay the tax due, including tax on any capital goods exceeding 100,000 rupees forming part of the assets of the business, other than tax in respect of the goods specified in section 21(2)(b); and<sup>109\*</sup>
- (c) immediately return to the Director-General his certificate of registration and all its copies.<sup>110\*</sup>

(3) Where the Director-General cancels the registration of a person and the return for the last taxable period of that person shows an excess of input tax over output tax, the excess of input tax over output tax shall not be refundable.<sup>111\*</sup>

## PART V - RECORD AND VAT INVOICE

### 19. Record

(1) Every person shall, for the purposes of this Act, keep in the course of his business, a full and true written record, whether electronically or otherwise, in the English or French language of every transaction he makes.<sup>112\*</sup>

(2) Every person referred to in subsection (1) who -

- (a) imports or exports goods shall keep, in respect of those goods, a copy of his Customs declarations, either electronic through the TradeNet or otherwise, in chronological order;
- (b) receives goods or to whom services are supplied shall keep receipts, invoices or VAT invoices in respect of those goods or services in chronological order they are received or supplied; and
- (c) makes supplies of goods or services shall, subject to section 20, issue to the purchaser a receipt or invoice in respect of those goods or services and keep legible copies thereof, either electronically or otherwise, in chronological order,<sup>113\*</sup>

in such manner as may be prescribed.

(3) Subsection (2) (c) shall not apply to the business specified in item 6 (b) (ii) of the Fifth Schedule and items I and 4 of the Part II of the Tenth Schedule.<sup>114\*</sup>

(4) Every record under subsection (1) or (2) shall be kept for a period of at least 5 years after the completion of the transaction to which it relates.<sup>115\*</sup>

(5) For the purposes of subsection (2)(a), "TradeNet" has the same meaning as in the Customs (Use of Computer) Regulations 1997.<sup>116\*</sup>

[19A. Use of electronic fiscal device] **Repealed**<sup>117\*</sup>



## 20. VAT invoice

(1) Every registered person who makes a taxable supply to any person<sup>118\*</sup> shall issue to that person a VAT invoice in respect of that supply.

(2) A registered person who issues a VAT invoice under subsection (1) shall specify in that VAT invoice -

- (a) the words “VAT INVOICE” in a prominent place;
- (b) his name, business address, VAT Registration Number and business registration number<sup>119\*</sup>;
- (c) its serial number and date of issue;
- (d) the quantity and description of the goods or the description of the services;
- (e) the value of the supply, indicating whether the value is subject to VAT or not;<sup>120\*</sup>
- (f) where the value of the supply is subject to VAT –<sup>121\*</sup>
  - (i) the value of the supply;
  - (ii) the amount of VAT chargeable and the rate applied;
- (fa) where the value of the supply is expressed in a currency other than Mauritius currency, the rate of exchange with regard to the value of the supply;<sup>122\*</sup>
- (g) where the purchaser is a registered person, the name, business address, business registration number and the VAT Registration Number of the purchaser.<sup>123\*</sup>;
- (h) where the purchaser is a person in business, the name, business address and business registration number of the person.<sup>124\*</sup>

(2A) Where a purchaser who is not in business requests that his name be specified in the VAT invoice, the registered person shall specify the name, address and National Identity Card number of the purchaser.<sup>125\*</sup>

(3) Every person who issues a VAT invoice under this section shall keep legible copies thereof, either electronically or otherwise, in chronological order.<sup>126\*</sup>

(4) Every copy of a VAT invoice under this section shall be kept for a period of at least 5 years after the completion of the transaction to which it relates.

(5) No person shall issue a VAT invoice or any other document indicating an amount which purports to be VAT on the supply of any goods or services unless -

- (a) he is registered as a registered person under this Act; and

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\* Please refer to endnotes at Appendix

(b) the supply is a taxable supply.

(6) Repealed <sup>127\*</sup>

(7) This section shall not apply to the business specified in item 6(b)(ii) of the Fifth Schedule and items I and 4 of Part II of the Tenth Schedule. <sup>128\*</sup>

## **PART VA –E-INVOICING SYSTEM <sup>129\*</sup>**

### **20A. E-invoicing system <sup>130\*</sup>**

(1) The Director-General shall, subject to such conditions as may be prescribed, cause to be set up an e-invoicing system that would allow a business to –

(a) connect electronically to the system for registering thereon all invoices, including debit notes and credit notes, generated in the furtherance of the business; and

(b) issue fiscal invoices to customers.

(2) Every person who –

(a) carries on a business activity of such category or nature as may be prescribed; or

(b) is given a notice in writing by the Director-General to issue fiscal invoices to his customers,

shall acquire such equipment and software as may be necessary and issue fiscal invoices to his customers from such date as may be fixed by the Director-General.

(3) A notice under subsection (2)(b) may be issued by the Director-General to any person, whether or not he –

(a) is a taxable person; or

(b) makes exclusively exempt supplies.

(4) (a) The Director-General shall issue such guidelines and technical specifications as he may deem appropriate for the implementation of the e-invoicing system.

(b) Every person having an obligation to issue fiscal invoices under subsection (1) shall comply with the guidelines and technical specifications issued under this subsection.

### **20B. Penalty for failure to issue fiscal invoices <sup>131\*</sup>**

(1) Any person who, pursuant to section 20A, fails to issue fiscal invoices, shall be liable to pay to the Director-General a penalty of 10,000 rupees for every month or part of the

month during which such failure occurs, provided that the total penalty payable shall not exceed 200,000 rupees.

(2) Where a person fails to issue fiscal invoices –

- (a) the Director-General shall claim from the person the penalty referred to in subsection (1); and
- (b) the penalty shall be payable within a period of 28 days from the date of receipt of the claim from the Director-General.

## **20C. Penalty for misuse of or tampering with the e-invoicing system<sup>132\*</sup>**

(1)<sup>133\*</sup> (a) Any person who–

- (i) uses an the e-invoicing system in such a manner as to mislead the Director-General; or
- (ii) deliberately tampers with an the e-invoicing system or causes an the e-invoicing system to work improperly,

shall be liable to pay to the Director-General a penalty not exceeding 50,000 rupees.

- (b) The Director-General shall claim the penalty referred to in paragraph (a) from the person and the penalty shall be payable within a period of 28 days from the date of receipt of the claim from the Director-General.

(2) repealed<sup>134\*</sup>

## **20D. Objection to claim**

- (1) (a) Subject to subsection (4), where a person who has been issued with a claim under section 20B or 20C is dissatisfied with the claim, he may, within 28 days from the date of receipt of the claim, object to the claim in such form as the Director-General may determine.

(b) Any person who makes an objection under paragraph (a) shall –

- (i) send the form referred to in paragraph (a), duly filled in, by registered post or electronically, to the Director-General;
- (ii) specify the detailed grounds of his objection.

(2) Where a person fails to comply with subsection (1), the objection shall be deemed to have lapsed and the Director-General shall give written notice thereof to the person.

(3) Where it is proved to the satisfaction of the Director-General that, owing to illness or other reasonable cause, a person has been prevented from making an objection within the time specified in subsection (1), the Director-General may consider the objection on such terms and conditions as he may determine.

\* Please refer to endnotes at Appendix

(4) Where the Director-General refuses to consider an objection made after the time referred to in subsection (1), he shall, within 28 days from the date of receipt of the notice of objection, give written notice of the refusal to the person.

(5) Where a notice under subsection (2) or (4) is given, the penalty specified in the notice shall be paid within 28 days from the date of receipt of the notice.

(6) Any person who is aggrieved by a decision under subsection (2) or (4) may lodge written representations with the Clerk to the Assessment Review Committee in accordance with section 19 of the Mauritius Revenue Authority Act.

(7) After considering an objection under subsection (1), the Director-General may—

- (a) allow or disallow it;
- (b) determine the objection; and

give written notice of his determination to the person within 4 months from the date the objection was lodged.

(8) Where a notice of determination is given under subsection (7), any penalty specified to be payable in the notice shall be paid within 28 days from the date of receipt of the notice.

(9) Where an objection is not determined within the time specified in subsection (7), the objection shall be deemed to have been allowed by the Director-General.

(10) Any person who is aggrieved by a determination under subsection (7) may lodge written representations with the Clerk to the Assessment Review Committee in accordance with section 19 of the Mauritius Revenue Authority Act.

(11) (a) Where an agreement is reached before, or a decision is made by, the Assessment Review Committee, the Director-General, shall, within 5 working days from the date on which the Committee is informed of the agreement or notification of the decision, as the case may be, issue a notice to the person specifying the amount of penalty payable.

(b) Where a notice is issued under paragraph (a), the person shall pay the penalty within 28 days from the date of receipt of the notice.

## **20E. Failure to use the e-invoicing system<sup>135\*</sup>**

Without prejudice to section 20B, any person who is required to use the e-invoicing system and fails to do so shall commit an offence and shall, on conviction, be liable to a fine not exceeding 200,000 rupees and to imprisonment for a term not exceeding 12 months.<sup>136\*</sup>

## **20F. Misuse of or tampering with the e-invoicing system<sup>137\*</sup>**

Without prejudice to section 20C, any person who –

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\* Please refer to endnotes at Appendix

- (a) uses the e-invoicing system in such a manner as to mislead the Director-General; or
- (b) deliberately tampers with the e-invoicing system or causes the e-invoicing system to work improperly,

shall commit an offence and shall, on conviction, be liable to a fine not exceeding 200,000 rupees and to imprisonment for a term not exceeding 12 months.<sup>138\*</sup>

## PART VI - RETURN, PAYMENT AND REPAYMENT OF TAX

### 21. Credit for input tax against output tax

(1) Subject to the other provisions of this section, any person may, if he is a taxable person, take, either in his return referred to in section 22 or in his statement referred to in section 23, as a credit against his output tax in any taxable period, the amount of input tax allowable to him during that period.

- (2) No input tax shall be allowed as a credit under this section in respect of -
- (a) goods or services used to make an exempt supply;<sup>139\*</sup>
  - (b) motor cars and other motor vehicles for the transport of not more than 9 persons including the driver, motorcycles and mopeds, for own use or consumption, and their spare parts and accessories;
  - (c) accommodation or lodging, catering services, receptions, entertainment, and the rental or lease of motor cars and other vehicles specified in paragraph (b) for own use or consumption;<sup>140\*</sup>
  - (d) maintenance or repairs of motor cars and other vehicles specified in paragraph (b);
  - (e) petroleum oils and other oils or preparations of heading No. 27.10 of Part I of the First Schedule to the Customs Tariff Act, except –<sup>141\*</sup>
    - (i) fuel oils;
    - (ii) oils or preparation used for resale; and
    - (iii) gas oils for use in stationary engines, boilers and burners;
  - (f) petroleum gas of heading No. 27.11 of Part I of the First Schedule to the Customs Tariff Act and used for the running of motor cars and other vehicles specified in paragraph (b);
  - (g) goods and services used by banks holding a banking licence under the Banking Act 2004 for providing banking services other than to non-residents and corporations holding a Global Business Licence under the Financial Services Development Act 2001;<sup>142\*</sup>

- (ga) banking services provided by banks holding a banking licence under the Banking Act 2004 other than to non-residents and corporations holding a Global Business Licence under the Financial services Development Act 2001; and<sup>143\*</sup>
- (h) goods and services used by persons for the purpose of providing services specified in item 4 of Part II of the Tenth Schedule, or services specified in item 4 of Part II of the Tenth Schedule. <sup>144\*</sup>

(2A)<sup>145\*</sup> Subsection (2)(b) shall not apply to quad bikes, golf cars and similar vehicles.

- (3)
  - (a) Where goods or services are used to make a taxable supply, the credit in respect of those goods or services shall be allowed in full;<sup>146\*</sup>
  - (b) Subject to paragraphs (c) and (d) where goods or services are used to make both taxable supplies and exempt supplies, the credit in respect of those goods or services shall be allowed in the proportion of the value of taxable supplies to total turnover on the basis of –<sup>147\*</sup>
    - (i) in the case of a new business, the estimated figures for the current accounting year; or
    - (ii) in any other case, the actual figures for the previous accounting year.
  - (c) The amount of input tax taken in accordance with paragraph (b)<sup>148\*</sup> shall be adjusted by the person at the end of his accounting year and an adjustment shall be made by him in his return for the taxable period immediately following the end of that accounting year.
  - (d) Where it is proved to the satisfaction of the Director-General that the apportionment in accordance with paragraph (b) is, having regard to the nature of the business, not fair and reasonable, the Director-General may approve such alternative basis of apportionment as he considers appropriate in the circumstances, subject to such conditions as may be prescribed.<sup>149\*</sup>
  - (da) Where a registered person is engaged in a project spanning over several years and the Director-General is of the opinion that the apportionment in accordance with paragraph (b) is not appropriate, the Director-General may by notice require the registered person to apply an alternative basis of apportionment for input tax.<sup>150\*</sup>

(4) The amount of any input tax or output tax shall be adjusted to take into account any debit note or credit note or a bad debt which is proved to have become bad and to have been actually written off as a bad debt.<sup>151\*</sup>

(5) No credit for input tax shall be allowed unless –

- (a) VAT invoices issued by suppliers legally authorised to charge VAT; or

- (b) Customs import declarations, either electronic or otherwise, in support of the credit,  
are made available to the Director-General for examination on demand.<sup>152\*</sup>

(6) Where credit for any input tax has not been taken in the taxable period in which it ought to have been taken, a registered person may take such credit within a period of 36 months of the date the input tax ought to have been taken.<sup>153\*</sup>

- (7) (a) Where, in respect of a building or part of a building (including extension and renovation) forming part of the fixed assets of a registered person, a credit for input tax has been taken, and before the end of the nineteenth year following the year in which it was acquired -<sup>154\*</sup>

- (i) that building or part of that building is sold or otherwise transferred ;<sup>155\*</sup>
- (ii) the person transfers his business or ceases to carry on business; or
- (iii) the Director-General is satisfied that the person should cease to be registered under the Act,

the registered person shall, subject to subsection (7A), be liable to pay back to the Director-General, in respect of the remaining portion of that period, the proportionate amount of the credit allowed.

- (b) The registered person shall treat the proportionate amount referred to in paragraph (a) as output tax in his return for the taxable period in which -

- (i) the building or part of the building is sold or otherwise transferred;<sup>156\*</sup>
- (ii) he transfers his business or ceases to carry on business; or
- (iii) his registration as a registered person is cancelled pursuant to paragraph (a)(iii),

whichever is the earliest.<sup>157\*</sup>

- (7A) (a) Where the building or part of a building referred to in subsection (7)(a) in respect of which a credit for input tax has been taken is sold or otherwise transferred to a registered person, before the end of the nineteenth year following the year in which it was acquired, the seller or transferor shall be deemed to have made a taxable supply and shall charge VAT on that supply in accordance with paragraph (b).

- (b) The VAT chargeable under paragraph (a) shall be the credit for input tax taken by the seller or transferor in his VAT return in respect of the building or part of the building, multiplied by the factor referred to in paragraph (c).

- (c) The factor shall be the proportion which the period between the date of sale or transfer and the expiry of the 20 year period from the date of acquisition bears to the 20 year period.<sup>158\*</sup>

(8) For the purposes of determining the proportion of the value of taxable supplies to total turnover under subsection (3) (b), the value of taxable supplies shall exclude the value of capital goods.<sup>159\*</sup>

(9) Notwithstanding subsection (5), but subject to subsection (10), where a person is registered for VAT under section 15, he may, subject to subsection (2), take credit in his first VAT return of the VAT paid or payable on his trading stocks and capital goods, being plant, machinery or equipment of a capital nature, held on the date immediately preceding the date of his registration.<sup>160\*</sup>

(10) No credit shall be allowed under subsection (9) unless -

- (a) the registered person submits to the Director-General at the time of submission of his first VAT return, an inventory duly certified by a qualified auditor, of -
  - (i) his trading stocks; and
  - (ii) his capital goods, being plant, machinery or equipment of a capital nature,on the date immediately preceding the date of his registration;
- (b) the goods forming part of his trading stocks and the capital goods were acquired within a period not exceeding 3 months immediately preceding the date of his registration;
- (c) the VAT paid or payable is substantiated by receipts or invoices issued by VAT registered persons or by customs import declarations; and
- (d) credit for input tax in respect of the goods has not been taken under section 23.

- (11)<sup>161\*</sup> (a) Where, in respect of a taxable period, a registered person carries forward an excess amount of input tax over output tax and it is found that the excess has been overclaimed, the person shall be liable to pay to the Director-General a penalty representing 20 per cent of the amount overclaimed and such penalty shall be deemed to be output tax and shall be included by that person in his return in respect of the taxable period immediately following that taxable period.
- (b) The penalty under paragraph (a) shall not exceed 100,000 rupees.
- (c) Paragraph (a) shall not apply where a penalty has been claimed under section 24(9) in respect of the overclaimed excess.



(12) In this section –<sup>162\*</sup>

“for own use or consumption” means –

- (a) for the purpose of subsection (2)(b), other than for resale or rental;
- (b) for the purpose of subsection (2)(c), use or consumption by a person who is not in the business of supplying accommodation or lodging, catering services, receptions, entertainment, or the rental or lease of motor cars and other vehicles specified in subsection (2)(b), as the case may be.

## 22. Return and payment of tax

(1) Every registered person shall, after the end of every taxable period, within such time as may be prescribed, submit electronically to the Director-General in respect of that period a return, in such manner and in such form as may be approved by the Director-General, specifying <sup>163\*</sup> –

- (a) the amount of output tax payable;
- (b) the amount of input tax allowable;
- (c) the value of all taxable supplies made by him;
- (d) the value of goods imported and the value of all taxable supplies made to him;
- (e) the amount of solidarity levy under section 53B; and<sup>164\*</sup>
- (ea) the amount of levy under section 53J; and<sup>165\*</sup>
- (f) such other particulars as may be required in the form of the return.<sup>166\*</sup>

(1A) Where the annual turnover of taxable supplies does not exceed the amount specified in the Second Schedule, a registered person may, notwithstanding subsection (1), by irrevocable notice in writing to the Director-General, elect the taxable period in relation to him be a period of a month or part of a month.<sup>167\*</sup>

(1B) Where a registered person has made an election under subsection (1A), he shall submit a return in accordance with this section as from the end of the quarter in which the election is made.<sup>168\*</sup>

(1C) Every registered person who is required to submit a return every month shall, at the time of submitting his return, also submit electronically a list of taxable supplies made to any person, other than supplies by retail, showing the invoice number and value of supply in such format as the Director-General may determine.<sup>169\*</sup>

(2) Where a registered person submits a return under subsection (1) or (1B) and-<sup>170\*</sup>

- (a) the output tax exceeds the input tax, the difference representing the amount of tax payable shall be paid electronically to the Director-General at the time the return is submitted; or<sup>171\*</sup>

- (b) the input tax exceeds the output tax which would have been payable if the credit has not been taken, the excess amount shall, subject to section 24, be retained to be carried forward onto the return for the following taxable period for the payment of any VAT that is for the time being payable or may become payable by the registered person.

(3) Where a registered person does not make any supply of goods or services and does not receive any goods or services, he shall submit a nil return.

## **22A. E-publication of names of persons not submitting returns<sup>172\*</sup>**

(1) Notwithstanding section 8 of this Act and section 13 of the Mauritius Revenue Authority Act, where a registered person fails to submit a return under section 22, the Director-General may, without prejudice to any action he may take under this Act, cause to be published electronically –

- (a) the name, trading name and address of the registered person;
- (b) in case of a company or *société*, the name and address of the directors or *associés*, as the case may be; and
- (c) the taxable period in respect of which the return has not been submitted.

(2) A publication under subsection (1) shall be made not less than 3 months after the due date for submission of the return.

(3) The Director-General shall, prior to the publication referred to in subsection (1), notify –

- (a) the registered person;
- (b) in case of a company or *société*, the directors or *associés*, as applicable, whose names are to be published,

of his intention to make a publication under subsection (1), unless the registered person submits the return due within 7 days of the date of the notice.

## **23. Tax liability prior to date of registration**

(1) Where a registered person ought to have been registered on a day prior to the date of his registration, he shall, not later than 30 days after the date of his registration -<sup>173\*</sup>

- (a) submit a statement, in a form approved by the Director-General, giving the information and particulars specified in section 22 in respect of the taxable periods commencing on the date the person was required to be registered and ending on the date immediately preceding the date of his registration, provided that such periods do not exceed 4 years preceding the last day of the taxable period; and<sup>174\*</sup>
- (b) at the same time, pay any tax due in accordance with the statement together with any interest under section 27A.<sup>175\*</sup>

\* Please refer to endnotes at Appendix

(2) Notwithstanding section 21(5)(a), any registered person may, in the statement under subsection (1), take as a credit against his output tax for the taxable period, the amount of input tax allowable to him during that period provided that -

- (a) the amount of tax is duly supported by receipts or invoices issued by VAT registered persons and the amount of VAT is separately shown thereon; and
- (b) credit has not been taken under section 21(9).<sup>176\*</sup>

## 24. Repayment of tax

(1) Where a registered person submits a return under section 22 and the excess amount includes input tax amounting to more than 100,000 rupees or such other amount as may be prescribed on -

- (a) capital goods being building or structure, including extension and renovation, plant and machinery or equipment, of a capital nature; or
- (b) intangible assets of a capital nature being –
  - (i) goodwill on the acquisition of a business or part of a business; or
  - (ii) computer software, patents or franchise agreements,

the registered person may, in that return make a claim to the Director-General for a repayment of the amount of input tax allowable in respect of the capital goods and intangible assets.<sup>177\*</sup>

(1A) Notwithstanding subsection (1), the Director- General may, on receipt of a claim under that subsection –<sup>178\*</sup>

- (a) repay the whole or part of the excess amount; or
- (b) retain the excess amount to be carried forward onto the return for the following taxable period.

(2) Subject to subsections (3) and (4), where, in respect of a taxable period, a return shows an excess amount, the registered person may, in that return, make a claim to the Director-General for repayment, in addition to any amount repayable under subsection (1), of that part of the excess amount which corresponds to the proportion of the value of zero-rated supplies to the total value of taxable supplies in that taxable period.<sup>179\*</sup>

(3) For the purposes of subsection (2), the excess amount in a return shall not include any input tax for capital goods, whether repayable under subsection (1) or not.

- (4) (a) Where a return shows an excess amount and the registered person is mainly engaged in making zero-rated supplies, he may, in that return, make a claim to the Director-General for a repayment of the whole or part of the excess amount.<sup>180\*</sup>

- (aa) Where a registered person proves to the satisfaction of the Director-General that any excess amount in his VAT return is unlikely to be set off against subsequent output tax, the Director-General may allow, in such circumstances as may be prescribed, the repayment of the whole or part of the excess amount.<sup>181\*</sup>
- (b) On receipt of a claim under paragraphs (a) and (aa), the Director-General may <sup>182\*</sup>
  - (i) repay the whole or part of the excess amount; or
  - (ii) retain the excess amount to be carried forward onto the return for the following taxable period.

(5) Any claim for repayment under this section shall be made in such manner and in such form as may be approved by the Director-General and shall be submitted together with the return.

(6) Where a claim for repayment is made under this section, the amount claimed shall not be carried forward onto the return for the following taxable period and the Director-General may, on being satisfied that the registered person is entitled to the repayment, proceed to make the repayment.

(7) Subject to subsection (7A) or (7B), a repayment under this section shall be made within 45 days of the date of receipt by the Director-General of the return and the claim referred to in subsection (5).<sup>183\*</sup>

(7A) Where a claim for repayment in respect of capital goods being fittings, equipment and furniture acquired by a VAT registered person for the purpose of renovation works of an amount of at least 10 million rupees in a shop, restaurant or other retail outlet, other than a supermarket or hypermarket, as confirmed by the Board of Investment, reaches the Director-General on or before 31 December 2014, the repayment shall, subject to subsection (7B), be made within 7 days of the date of receipt by the Director-General of the return and the claim referred to in subsection (5).<sup>184\*</sup>

(7B) Where the Director-General requests a registered person to submit invoices, documents or information in respect of a claim for repayment under this section, the time limit for the repayment referred to in subsection (7) or (7A) shall run as from the date of submission of all invoices, documents and information requested.<sup>185\*</sup>

(8) Where the repayment is made after the period specified in subsection (7), (7A) or (7B), the repayment shall carry interest free of income tax, at the prevailing Key rate determined by the Bank of Mauritius.<sup>186\*</sup>

(9) Where in respect of a claim for repayment under this section, it is found that an amount has been overclaimed, the registered person shall, subject to subsection (10), be liable to pay to the Director-General a penalty representing 20 per cent of the amount overclaimed provided that the penalty shall not exceed 200,000 rupees.<sup>187\*</sup>

(10) Subsection (9) shall not apply where the amount of penalty does not exceed 250 rupees.<sup>188\*</sup>

(11) Subject to subsection (12), the penalty under subsection (9) shall be payable to the Director-General within 28 days of the date of the notification for payment of the penalty.<sup>189\*</sup>

(12) Any penalty payable under subsection (9) shall be applied and set off against any amount of tax which is for the time being repayable to the registered person.<sup>190\*</sup>

## **25. Change in taxable period**

(1) Where the annual turnover of taxable supplies of a registered person whose taxable period is a quarter exceeds the amount specified in the Second Schedule, he shall -

- (a) within 15 days of the date of the closing of his annual accounts, notify the Director-General of that fact in writing; and<sup>191\*</sup>
- (b) change his taxable period from a quarter to a month as from the month immediately following that quarter.

(2) Where the annual turnover of taxable supplies of a registered person whose taxable period is a month does not exceed the amount specified in the Second Schedule, he may -

- (a) within 15 days of the date of the closing of his annual accounts, notify the Director-General of that fact in writing; and<sup>192\*</sup>
- (b) change his taxable period from a month to a quarter as from the quarter immediately following that month.

(3) Where a registered person changes his taxable period under subsection (1) or (2), he shall submit the return under section 22 in accordance with his new taxable period.

## **26. Penalty for non-submission of return by due date**

(1) Subject to subsection (2), where in respect of a taxable period, a registered person fails to submit a return on or before the last day on which the return is required to be submitted, he shall be liable to pay to the Director-General, in addition to any tax which may be payable, a penalty of 2,000 rupees for every month or part of the month until the return for that taxable period is submitted, provided that the total penalty payable shall not exceed 20,000 rupees. -<sup>193\*</sup>

(2) Where a registered person is a small enterprise, the maximum penalty payable under subsection (1) shall not exceed 5,000 rupees.<sup>194\*</sup>

## **26A. Penalty for failure to join electronic system<sup>195\*</sup>**

Any registered person who is required under regulations made under the Act to submit his return and make any payment of tax due electronically but fails to join the electronic system, after written notice being given to him by the Director-General, shall be liable to pay to the Director-General on his failure within a period of 7 days from the date of the notice to justify the failure to join the system, a penalty of 5,000 rupees, for every month or part of the month from the taxable period specified in the notice, up to the taxable period immediately preceding the taxable period in respect of which he submits his return, and to

\* Please refer to endnotes at Appendix

make any payment of tax due electronically, provided that the total penalty payable shall not exceed 100,000 rupees.<sup>196\*</sup>

## **27. Penalty for late payment of tax <sup>197\*</sup>**

(1) Subject to subsection (3), where a taxable person fails to pay any tax due on or before the last day on which it is payable under section 21(7), 22, 23, 37, 39, 66(4) or 67, he shall be liable to pay to the Director-General, in addition to the tax and any penalty under sections 15B, 24(9), 26(1), 26A and 37A, a penalty of 10 per cent of the tax.<sup>198\*</sup>

(2) The penalty under the subsection (1) shall apply to the tax excluding any penalty under section 15B, 24(9), 26(1), 26A and 37A and any interest under section 27A.<sup>199\*</sup>

(3) Where the person referred to in subsection (1) is a small enterprise and it fails to pay any tax due on or before the last day on which it is payable under section 21(7), 22, 23, 27E(3) and (10), 37, 39 or 67, the penalty shall be 2 per cent of the tax.

(4) The penalty under subsection (3) shall apply to the tax excluding any penalty under section 15B, 24(9), 26(2), 26A or 37A and any interest under section 27A.<sup>200\*</sup>

## **27A. Interest on tax unpaid or amount repaid or refunded in excess <sup>201\*</sup>**

(1) Interest at the rate of one per cent per month or part of the month shall be paid to the Director-General on -

- (a) any tax unpaid under section 9, 21(7) or 66(4) from the date the tax remained unpaid to the date of payment;<sup>202\*</sup>
- (b) any amount claimed by the Director-General in respect of tax repaid in excess and on any amount paid thereon as interest under section 24 from the date of the repayment up to the date of payment of the amount claimed; or
- (c) on any amount claimed by the Director-General under section 67 in respect of tax refunded, exempted or reduced erroneously from the date of the erroneous refund, exemption or reduction to -
  - (i) the date specified in the notice under section 67; and
  - (ii) in the case of non-payment by the date specified in the notice under section 67, from that date to the date of payment of the amount claimed.

(2) The interest under subsection (1) shall not apply to any penalty under section 15B, 20B, 20C, 24(9), 26, 26A, 27 or 37A.<sup>203\*</sup>

**[PART VIA – PUBLIC SECTOR AGENCY TO DEDUCT AN AMOUNT FROM VAT] – Repealed** FA 2018 – Section 27A (2) amended, the words “20B, 20C,” inserted after the words “15A,” w.e.f 09 August 2018.<sup>204\*</sup>

**PART VIA – DEDUCTION OF AMOUNT FROM VAT BY  
PUBLIC SECTOR AGENCY<sup>205\*</sup>**

**27B. Interpretation of Part VIA**

In this Part –

“public sector agency” includes a Ministry, a Government department, a local authority, a statutory body and the Rodrigues Regional Assembly.

**27C. Obligation of public sector agency**

(1) Where a public sector agency makes a payment to a registered person in respect of goods and services specified in the first column of the Thirteenth Schedule, it shall, at the time of payment, deduct, from the amount of VAT chargeable on the goods and services, an amount representing the appropriate rate of deduction specified in the corresponding second column of that Schedule.

(2) Where an amount is deducted under subsection (1), the amount deducted shall be –

- (a) considered to have been paid by the registered person as VAT for the taxable period immediately following that in which the deduction is made;
- (b) taken into account by the registered person in the return for the taxable period immediately following that in which the amount is deducted.

(3) Every public sector agency which deducts an amount under subsection (1) shall, not later than the end of the month following that in which the deduction is made –

- (a) electronically submit a statement and remit to the Director-General the amount deducted, in such form and manner and giving such particulars as the Director-General may determine; and
- (b) give to each registered person in respect of whom an amount has been deducted under subsection (1), a statement of VAT deduction giving such particulars as the Director-General may determine.

(4) The remittance in respect of every statement submitted under subsection (3) shall be made separately and shall not, in any circumstance, be aggregated or remitted together.

(5) Where a public sector agency fails to comply with subsection (3), it shall be liable to pay, in addition to the amount deducted –

- (a) a penalty representing 10 per cent of the unpaid amount deducted; and
- (b) interest at the rate of one per cent for each month or part of a month during which the amount deducted remains unpaid.

\* Please refer to endnotes at Appendix

(6) (a) Notwithstanding section 5 but subject to paragraph (b), where a taxable supply is made by a registered person to a public sector agency, the supply shall be deemed to take place at the time payment for that supply is received by the supplier.

(b) Paragraph (a) shall not apply where an invoice is issued by the registered person to a public sector agency for the supply of –

- (i) goods and services under a single contract where the invoiced amount, exclusive of VAT, does not exceed 300,000 rupees;
- (ii) goods under a contract where the invoiced amount, exclusive of VAT, does not exceed 100,000 rupees; or
- (iii) services under a contract where the invoiced amount, exclusive of VAT, does not exceed 30,000 rupees.

## **PART VIB – VAT RELATING TO SMALL ENTERPRISE<sup>206\*</sup>**

### **27D. Interpretation of Part VIB**

In this Part –

“accounting year” means –

- (a) in the case of a company, a period of 12 months ending on the date of the end of its accounting period;
- (b) in any other case, a period of 12 months ending on 30 June;

“company” has the same meaning as in the Income Tax Act.

### **27E. VAT annual accounting system**

(1) Subject to this section, a small enterprise may apply to the Director-General to operate the VAT annual accounting system on –

- (a) an accrual basis; or
- (b) a cash basis.

(2)<sup>207\*</sup> Where a VAT registered person has applied for its net income from business to be calculated in accordance with Sub-part D of Part VIII of the Income Tax Act, he shall be considered to have applied to operate the VAT annual accounting system on a cash basis.

(3) A small enterprise which operates the VAT annual accounting system shall –

- (a) comply with such terms and conditions as the Director-General may approve;
- (b) within such time as may be prescribed, after the end of each of the first 3 calendar quarters in its accounting year, submit to the Director-

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\* Please refer to endnotes at Appendix



General, a simplified VAT statement in such form and manner as the Director-General may approve; and

(c) pay any VAT payable in accordance with subsection (4) or (5).

(4) The VAT payable pursuant to subsection (3)(b) shall be –

(a) in the case of a VAT registered person whose annual total turnover does not exceed 10 million rupees at the commencement of this section, 25 per cent of the amount of VAT payable in respect of the preceding accounting year, after adding back any allowable input VAT in respect of capital goods in that year;

(b) in the case of a small enterprise which registers for VAT at the commencement of this section, 25 per cent of the estimated VAT payable for the accounting year, after adding back any input VAT in respect of capital goods which the small enterprise intends to acquire in the first accounting year after its VAT registration.

(5) Where a small enterprise has in the relevant part of the first 3 quarters of an accounting year been supplied with capital goods and the input tax in respect thereof exceeds 50,000 rupees, the small enterprise may deduct from the VAT payable in accordance with subsection (4) the allowable input tax in respect of the capital goods.

(6) Where the computation referred to in subsection (5) shows an excess of input tax over VAT payable, the balance may be claimed as a repayment.

(7) Where the annual VAT return for an accounting year is not due before the due date for the submission of the simplified VAT statement referred to in subsection (3)(b) at the end of the first quarter in the succeeding accounting year, the basis for the computation of the VAT payable or claim for repayment for the statement in the succeeding accounting year shall be the accounting year immediately preceding the accounting year for which the VAT return is not due.

(8) A small enterprise which operates the annual VAT accounting system shall, within such time as may be prescribed, after the end of every accounting year, submit to the Director-General, a VAT return, in respect of that accounting year, in such form and manner as the Director-General may approve, specifying such particulars as may be required in the return.

(9) Where a small enterprise submits a return under subsection (8), the balance of output tax over input tax shall be adjusted by any tax payable or claimed as repayment in the VAT statements submitted in respect of the quarters ending in the accounting year.

(10) Where the adjusted balance under subsection (9) shows –

(a) an amount of VAT payable, that amount shall be paid within such time as may be prescribed;

(b) excess VAT, the balance shall, subject to subsection (11), be carried forward onto the return for the following accounting year.

(11) Where excess VAT shown by the adjusted balance includes input tax amounting to more than 50,000 rupees in respect of capital goods, the small enterprise may make a claim for repayment of the amount of input tax allowable in respect of capital goods.

(12) Where a VAT registered person makes a claim for repayment pursuant to subsection (6) or (11), the Director-General shall, on being satisfied with the claim, effect the repayment to the VAT registered person within 45 days of the date of receipt of the claim or the documents requested in support of the claim, whichever is the later.

(13) Where the application of a small enterprise to operate the VAT annual accounting system on a cash basis has been approved, it shall –

- (a) be considered to have made a supply in the accounting year in which the payment for the supply is received;
- (b) be considered to have received a supply in the accounting year in which payment for that supply is made;
- (c) subject to section 21, be entitled to take credit for input tax in respect of taxable supplies for which payment has been made;
- (d) be entitled to make a claim for repayment of VAT on submission of his statement or return, provided the excess includes VAT paid exceeding 50,000 rupees in respect of capital goods.

## **27F. Records**

A small enterprise shall keep records in such form and manner as the Director-General may approve.

## **27G. Change in accounting system**

Where a small enterprise intends to change its VAT accounting system, it shall, by written notice, inform the Director-General accordingly and shall comply with such conditions as the Director-General may determine.

# **PART VII - POWERS OF DIRECTOR-GENERAL <sup>208\*</sup>**

## **28. Power to require information**

(1) Subject to section 33, the Director-General may, by notice in writing, require any person to furnish to him, within such time as may be specified in the notice, information and particulars relating to -

- (a) the supply of any goods or services made to the person by any other person;
- (b) the supply of any goods or services made by the person to any other person;
- (c) contracts for the supply of any goods or services;

\* Please refer to endnotes at Appendix

- (d) the amount owed by the person to any other person; and
- (e) such other transactions,

which the Director-General considers necessary or relevant for the purposes of this Act and which may be in the possession or custody, or under the control, of that person.

(2) Where a notice under subsection (1) is issued to a person, that person shall comply with the requirements of that notice.

**28A. Act or thing in respect of period before 4 years preceding last day of taxable period <sup>209\*</sup>**

(1) Notwithstanding this Act, the Director-General shall, in any taxable period, in relation to the tax liability of a person, not –<sup>210\*</sup>

- (a) require any information, statement or return;
- (b) make any assessment or claim,

under this Act in respect of a period before 4 years preceding the last day of the taxable period in which a return under section 22 or a statement under section 23, as the case may be, is submitted;<sup>211\*</sup> unless, in the opinion of the Director-General, the person has –

- (a) demonstrated fraudulent conduct;
- (b) wilfully neglected to comply with this Act;
- (c) not submitted a return under section 22; or
- (d) not submitted a return under section 23.

(2) <sup>212\*</sup> *[Repealed]*

(3) <sup>213\*</sup> *[Repealed]*

**29. Obligation to furnish information**

(1) Every person, when so required by the Director-General shall, for the purposes of this Act, within the time fixed by the Director-General, give orally, in writing or electronically through such medium as the Director-General may approve, as may be required, all such information as may be demanded of him by the Director-General for the purpose of enabling the Director-General to ascertain his tax liability, make an assessment or collect tax.<sup>214\*</sup>

(2) Subject to section 33, any person, when so required by notice in writing, shall, for the purposes of this Act, furnish to the Director-General, within the time specified in the notice -

- (a) a certified copy of the profit and loss account and balance sheet or such other statement of account as may be required, duly audited by a qualified auditor;
- (b) details of transactions in all the bank accounts of the person, his spouse and minor children; and
- (c) a certified statement of all assets and liabilities of the person, his spouse and minor children.

### 30. Use of computer system

(1) Notwithstanding the other provisions of this Act and subject to section 8D of the Unified Revenue Act 1983, the Director-General may authorise -<sup>215\*</sup>

- (a) an application for registration under Part IV;
- (b) a return under section 22 or a statement under section 23;
- (c) any payment or repayment of tax under the Act; or
- (d) any act or thing which is required to be done under the Act,

to be made, submitted or done electronically through such computer system as may be approved by him.

(2) With effect from such date as may be notified in the *Gazette*, the Director-General may direct that any matter, act or thing referred to in subsection (1) shall be made, submitted or done electronically or otherwise.

(3) Any certificate of registration under section 17, any assessment of tax under section 37, or any act or thing which is required to be done by the Director-General under the Act, may be issued, made or done electronically through computer or other mechanical or electronic device.

(4) A person who submits a return and pays tax in the manner specified in subsection (1) shall continue to submit returns and pay tax in that manner unless otherwise authorised by the Director-General.<sup>216\*</sup>

(5) Where, immediately before the commencement of this section, a person has been submitting a return and has been paying tax electronically, the computer system of that person shall be deemed to have been approved by the Director-General for the purposes of subsection (1).<sup>217\*</sup>

### 31. Production of books and records

The Director-General may, for the purposes of ascertaining the tax liability of any person, require that person -<sup>218\*</sup>

- (a) to produce for -

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\* Please refer to endnotes at Appendix

- (i) examination, either at the business premises of that person or at the Office of the Director-General, books, records, copies of VAT invoices, contracts for the supply of goods or services, bank statements, or other documents, whether electronically or otherwise, which the Director-General considers necessary and which may be in the possession or custody or under the control of that person;<sup>219\*</sup>
  - (ii) retention, for such period as the Director-General considers necessary, any record or document specified in subparagraph (i) and for taking copies of or extracts therefrom;
- (b) to call, either at the business premises of the person or at the Office of the Director-General, for the purpose of being examined in respect of any transaction or matter relating to the tax liability of that person;
- (c) attend a meeting through teleconferencing to give any information or explanation which the Director-General may require.<sup>220\*</sup>

### 32. Power to inspect books, records and goods

(1) Subject to subsection (3), the Director-General or any officer authorised by him in writing may, for the purposes of this Act, at all reasonable times, enter any business premises or place where any business is carried on or anything is done in connection with the business and - <sup>221\*</sup>

- (a) may require the person carrying on the business or any person on those premises or in that place who is employed by the person carrying on the business to produce any books, records, copies of VAT invoice, balance sheet, stock sheet, contracts for the supply of goods or services, bank statements or other documents relating to the business, whether these are recorded electronically or otherwise, and may remove and retain any such records or other documents, for such period as may be considered reasonable for their examination or inspection;<sup>222\*</sup>
- (b) may examine any such records or other documents and take copies of or extracts therefrom;
- (c) may inspect any goods;
- (d) may require the person -
  - (i) to produce any goods for inspection; or
  - (ii) to carry out a cash count; and
- (e) may require the person carrying on the business or any person on those premises or in that place who is employed by the person carrying on the business to give to the Director-General or the authorised officer all reasonable assistance and to answer all proper questions either orally or in writing.<sup>223\*</sup>

(2) For the purposes of this Act, the Director-General may, at any time, cause a physical stocktaking of the goods of a registered person to be carried out.

(3) Subsection (1) shall not apply to any person -

- (a) who carries on any banking business, or the business of dealings in foreign currency, regulated by the Banking Act 2004, the Bank of Mauritius Act 2004, or any other enactment relating thereto; or<sup>224\*</sup>
- (b) who carries on the business of providing financial services regulated by the Financial Services Development Act 2001<sup>225\*</sup>.

(4) Any person who -

- (a) fails to provide such assistance or to answer such questions as may be required under this section; or
- (b) obstructs the Director-General or any officer in the exercise of his powers under this section,<sup>226\*</sup>

shall commit an offence and shall, on conviction, be liable to a fine not exceeding 200,000 rupees and to imprisonment for a term not exceeding 5 years.

### **32A. Power to access computers and other electronic devices<sup>227\*</sup>**

(1) For the purposes of ascertaining the tax liability of any person under this Act, the Director-General may, subject to subsection (2), at any reasonable time –

- (a) have access to –
  - (i) any computer, computer software, whether installed in the computer or otherwise, electronic till or any other device, used in connection with any document which the person is required to produce for the purpose of ascertaining his tax liability; or
  - (ii) any information, code or technology which has the capability of retransforming or unscrambling encrypted data contained or available to such computers or devices into readable and comprehensive format or text;
- (b) inspect and check the operation of any such computer, electronic till or other device and make extracts of any computer software, computer output or such other documents used in connection therewith;
- (c) require any person by whom or on whose behalf the computer or other electronic device is operated, or any person concerned with the operation of the equipment, to give such assistance as is necessary for the purposes of this section; and

- (d) require any person in possession of decryption information to grant him access to such decryption information necessary to decrypt data required for the purposes of this section.

- (2) Subsection (1) shall not apply to any person referred to in section 32(3).

### **33. Time limit to require information, books or records**

- (1) Subject to subsection (2), no person shall be required -
  - (a) to furnish or give any information under section 28 or 29; or
  - (b) to produce any books or records under section 31 or 32,

after 5 years immediately following the last day of the taxable period in which a return under section 22 or a statement under section 23, as the case may be, is submitted;<sup>228\*</sup>

- (2) Subsection (1) shall not apply in case of wilful neglect, evasion or fraud.

### **34. Power to require security**

(1) The Director-General may, for the purposes of securing payment of any tax due, require a person to give security in such amount and in such manner as the Director-General thinks fit.<sup>229\*</sup>

(2) Any person who, without any reasonable cause, fails to give such security as is required under subsection (1) shall commit an offence.

### **34A. Power to waive penalty or interest <sup>230\*</sup>**

(1) The Director-General may waive the whole or part of any penalty or interest imposed under this Act where he is satisfied that failure to comply with this Act was attributable to a just or reasonable cause.

(2) In the exercise of his power under subsection (1), the Director-General shall, in writing, record the reasons for waiving the whole or part of the penalty or interest.

### **35. Warrant to search and seize**

(1) Subject to subsection (2), where the Director-General has reasonable ground to believe that an offence has been, is being or is likely to be committed under this Act, he may apply to a District Magistrate for the issue of a warrant to an officer -

- (a) to enter and search any business premises or place where any business is carried on or anything is done in connection with the business;
- (b) to inspect or examine any goods or books, records or other documents, whether kept on computer or otherwise, found therein; and
- (c) to seize those goods, books, records or other documents or any computer, device, apparatus, materials or computer software used in

\* Please refer to endnotes at Appendix

connection with the business, where such seizure is necessary for any examination or investigation.<sup>231\*</sup>

(2) Subsection (1) shall not apply to any person referred to in section 32(3).

(3) Any goods, books, records or other documents or computer, device, apparatus, material or computer software seized under subsection (1)(c) shall be returned to the person from whom they were seized when no longer required.<sup>232\*</sup>

[36. *Proceedings for temporary closing down of business*] **Repealed** <sup>233\*</sup>

### **36A. Anti-avoidance provisions** <sup>234\*</sup>

(1) Where the Director-General is satisfied that the purpose or effect of any arrangement or transaction is directly or indirectly –

- (a) to reduce or avoid any liability imposed or which would otherwise have been imposed on any person by this Act;
- (b) to relieve any person from any liability to tax;
- (c) to alter the incidence or postpone the time due of any tax which is payable by or which would otherwise have been payable by any person; or
- (d) to obtain credit for any input tax or repayment of any tax which would not otherwise have been obtained.

the Director-General may, without prejudice to such validity as it may have in any other respect or for any other purpose, disregard or vary, for the purposes of this Act, the arrangement or transaction and make such adjustments as he considers appropriate so as to counteract any tax advantage obtained or obtainable by that person from or under that arrangement or transaction.

(2) This section shall not apply to any arrangement or transaction carried out for bona fide commercial reasons and does not have as one of its main purposes: the avoidance or reduction of tax or the obtaining of any tax advantage.

(3) For the purposes of this section, “tax advantage” includes –

- (a) any reduction in the liability of any person to pay tax;
- (b) any reduction in the total consideration payable by any person in respect of any supply of goods or services;
- (c) any postponement of the time when tax is due or payable; or
- (d) any increase in the entitlement of a person to a credit for input tax or repayment of tax.



**PART VIII - ASSESSMENTS, OBJECTIONS AND REVIEW OF ASSESSMENTS <sup>235\*</sup>****37. Director-General may make assessments <sup>236\*</sup>**

- (1) Subject to subsections (3) and (4), where -
  - (a) a person -
    - (i) fails to submit a return under section 22 or a statement under section 23;
    - (ii) fails to keep proper records;
    - (iii) fails to comply with any of the requirements under section 29, 31 or 32;
    - (iv) being a taxable person, fails to apply for registration as a registered person under the Act;
    - (v) benefits from a repayment of tax under section 24 and it is subsequently found that the tax or part of the tax ought not to have been repaid; or
    - (vi) fails to remit to the Director-General any VAT charged on any supply made by him; or
  - (b) the Director-General is not satisfied -
    - (i) with a return submitted under section 22 or a statement under section 23; or
    - (ii) with the adequacy or correctness of the records kept,

the Director-General may, on such information as is available to him, make an assessment of the tax due and payable by that person or of the excess amount to be carried forward in case the input tax exceeds the output tax and give to that person written notice of the assessment.

(2) Where the Director-General has given notice of assessment to any person under subsection (1), that person shall, subject to section 38, pay the amount of tax specified in the notice, not later than 28 days of the date of the notice.

(3) Subject to subsection (5), an assessment under subsection (1) shall not be made in respect of a period beyond 4 years immediately following the last day of the taxable period in which a return under section 22 or a statement under section 23, as the case may be, is submitted;<sup>237\*</sup>

(4) No assessment under subsection (1) shall be made where the amount of tax or the reduction in the excess amount to be carried forward does not exceed 250 rupees.<sup>238\*</sup>

(5) <sup>239\*</sup> Subsection (3) shall not apply where a person has –

- (a) demonstrated fraudulent conduct;

- (b) wilfully neglected to comply with this Act;
- (c) not submitted a return under section 22; or
- (d) not submitted a return under section 23.

### **37A. Penalty on amount claimed in assessment <sup>240\*</sup>**

Where an assessment is made under section 37, the amount of any tax claimed by the Director-General, excluding any penalty under sections 15A, 24(9), 26, 26A and 27 and any interest under section 27A, shall carry a penalty not exceeding 50 per cent and such penalty shall be part of the tax claimed.

### **37B. Validity of notice of assessment or determination <sup>241\*</sup>**

The validity of a notice of assessment or determination made under this Act shall not be affected by reason of an error, mistake or omission as to –

- (e) the name or address of the person;
- (b) the date or period; or
- (c) the amount of VAT assessed,

where the person intended to be assessed or affected is sufficiently designated and the error, mistake or omission is not likely to mislead that person.

### **37C. Additional assessment <sup>242\*</sup>**

(1) Where in respect of any period, the Director-General has made an assessment under section 37 and it is subsequently found that tax has been under claimed or the excess to be carried forward has been overstated, he may make an additional assessment of –

- (a) the amount of tax which in his opinion ought to have been claimed; or
- (b) the excess to be carried forward.

(2) Except where otherwise provided, an additional assessment shall be deemed to be an assessment for the purposes of this Act.

## **38. Objection to assessments**

- (1)<sup>243\*</sup> (a) Where a person assessed to tax under section 37 is dissatisfied with the assessment, he may, within 28 days of the date of the notice of assessment, object to the assessment in a form approved by the Director-General.

\* Please refer to endnotes at Appendix

- (b) The form referred to in paragraph (a), duly filled in, shall be sent by the person objecting, by registered post or electronically, to the Director-General.
- (2) Any person who objects <sup>244\*</sup> under subsection (1) shall –
  - (a) specify in the form, in respect of each of the items in the notice of assessment, the detailed grounds <sup>245\*</sup> of objection and the adjustments that are required to be made and the reasons therefor;
  - (b) at the time of his objection, where he has not submitted any return required under section 22 or any statement required under section 23 in respect of each of the taxable periods covered by the assessment –
    - (i) submit the required return or statement;
    - (ii) pay any amount of tax specified in the return or statement referred to in subparagraph (i), together with any penalty under sections 15B, 24(9), 26, 26A and 27, and any interest under section 27A; and <sup>246\*</sup>
    - (iii) in addition, pay 10 per cent of the difference between the amount claimed in the notice of assessment and the amount payable under subparagraph (ii). <sup>247\*</sup>
  - (c) where he has, prior to the assessment, submitted all returns required under section 22 or statements required under section 23 for each of the taxable periods covered by the assessment –
    - (i) pay, at the time of his objection, any outstanding tax on those returns or statements; and
    - (ii) in addition, pay 10 per cent of the amount claimed in the notice of assessment. <sup>248\*</sup>
  - (d) **Repealed** <sup>249\*</sup>

(2A)<sup>250\*</sup> Where the person, within the time limit referred to in subsection (1), satisfies the Director-General on reasonable grounds that he is unable to pay the amount of tax under subsection (2)(b) and (c) in one instalment, the person shall –

- (a) pay that amount; or
- (b) give security by way of a bank guarantee,

on such terms and conditions as may be determined by the Director-General.

(3) Where it is proved to the satisfaction of the Director-General that, owing to illness or other reasonable cause, a person has been prevented from making<sup>251\*</sup> an objection within the time specified in subsection (1), the Director-General may consider the objection as a valid objection under that subsection.

(4) Where the Director-General refuses to consider a late objection he shall, within 28 days of the date of receipt of the letter of objection, give notice of the refusal to the person.

(5) Where the person fails to comply with subsection (2) or (2A) the objection shall be deemed to have lapsed and the Director-General shall, give notice thereof to that person.<sup>252\*</sup>

(6) Where a notice under subsection (4) or (5) is given, the tax specified in the notice of assessment together with any penalty under sections 15B<sup>253\*</sup>, 24(9), 26, 26A, 27 and 37A and any interest under section 27A shall be paid within 28 days of the date of the notice or the excess amount as assessed shall be deemed to be the excess amount to be carried forward, as the case may be.<sup>254\*</sup>

### 39. Determination of objections

(1) For the purposes of considering an objection, the Director-General may, by notice in writing, require the person, within the time fixed by the Director-General, to furnish or give any information, or produce any books or records, specified in sections 29 and 31.

(1A)<sup>255\*</sup> Where a person fails to comply with a notice under subsection (1), the Director-General shall, by notice in writing –

- (a) give additional time to the person to comply with that subsection; and
- (b) inform him that, in case of non-compliance, the Director-General may determine that the objection has lapsed.

(2) After considering an objection, the Director-General shall -

- (a) disallow or allow it, in whole or in part;
- (b) determine the objection;
- (c) where appropriate, amend the assessment accordingly, and

give notice of his determination to the person.

(2A) Where the person fails to comply with a notice under subsection (1A) within the time specified in the notice, the Director-General may determine that the objection has lapsed and he shall give notice thereof to the person.<sup>256\*</sup>

(2B) Where a person fails to submit any information ,or produce any books or records following a notice under subsection (1A) ,that person shall not be allowed to submit the information, books or records to the Assessment Review Committee upon making representations under section 40.<sup>257\*</sup>

(3) Where a notice of determination under subsection (2) or (2A) is given, the tax specified in the notice together with any penalty under sections 15B, 24(9), 26, 26A, 27 and 37A and any interest under section 27A shall be paid within 28 days of the date of the notice, or the excess amount of input tax against output tax as determined shall be carried forward, as the case may be.<sup>258\*</sup>

(3A) Where an assessment is reduced pursuant to a determination under subsection (2), any amount of tax paid under section 38(2)(d) in excess of the amount payable in accordance with that determination, shall be refunded, together with interest free of income tax, at the prevailing Key rate determined by the Bank of Mauritius from the date the payment is received by the Director-General to the date it is refunded.<sup>259\*</sup>

(4) A notice of determination under subsection (2) in respect of an assessment-<sup>260\*</sup>

- (a) made prior to 1 October 2006, shall be given to the person within 6 months of the date on which the objection is lodged; or
- (b) made on or after 1 October 2006, shall be given to the person within 4 months of the date on which the objection is lodged.

(5) Where an objection is not determined by the Director-General within the period specified in subsection (4), the objection shall be deemed to have been allowed by the Director-General.

(6) Any objection under section 38 shall be dealt with independently by an objection directorate set up by the Director-General.<sup>261\*</sup>

#### 40. Representations to Assessment Review Committee

(1) Any person who is aggrieved by a decision of the Director-General -

- (a) as to whether or not a supply of goods or services is a taxable supply;
- (b) relating to the registration or cancellation of registration of any person;
- (c) under section 38(4) and (5), 39, 66(4) or 67,<sup>262\*</sup>

may lodge written representations with the Clerk to the Assessment Review Committee in accordance with section 19 of the Mauritius Revenue Authority Act 2004<sup>263\*</sup>

(1A) (a) Where a person has lodged written representations under subsection (1) against a decision made under section 38(5) and, prior to the date fixed for the hearing of his representations –<sup>264\*</sup>

- (i) he complies with the provisions of section 38(2) or (2A), as the case may be;
- (ii) he informs the Assessment Review Committee in writing, with copy to the Director-General, that he has complied with section 38(2) or (2A), as the case may be, and wishes his objection to be considered anew by the Director-General; and
- (iii) he withdraws his representations before the Assessment Review Committee,

the Director-General shall consider the objection as from the date that person withdraws his representations before the Assessment Review Committee.

- (b) Notwithstanding section 39(4), the objection shall be determined within 4 months from the date the person withdraws his representations before the Assessment Review Committee.
- (2) (a) Where an agreement is reached before, or a decision is made by, the Assessment Review Committee, the Director-General, shall, within 5 working days of the date of the agreement or notification of the decision, as the case may be, issue a notice to the person specifying the amount of value added tax payable.<sup>265\*</sup>
- (b) Where a notice is issued to a person under paragraph (a), that person shall pay the amount of value added tax within 28 days of the date of the notice.

#### **41. Conclusiveness of assessments**

Except during a hearing of representations before the Assessment Review Committee<sup>266\*</sup>

- (a) no assessment under section 37, decision under section 38(4) or (5), determination under section 39, an agreement under section 61 or a notice under section 67, shall be disputed in any court or in any proceedings either on the ground that the person affected is not liable to tax or the amount of tax due and payable is excessive or on any other ground; and
- (b) every such assessment, decision, determination, agreement or notice, shall be final and conclusive.

### **PART IX - RECOVERY OF TAX**

#### **42. Priority for VAT charged by a registered person**

(1) Notwithstanding any other enactment, VAT due and payable by a registered person under this Act -

- (a) shall be held on behalf of the Government of Mauritius; and
- (b) shall not be subject to attachment in respect of any debt or liability of the registered person.

(2) In the event of the liquidation or bankruptcy of the registered person, the amount of tax due and payable by that person shall not form part of the estate in liquidation or bankruptcy and shall be paid in full to the Director-General before any distribution of property is made.

(3) In the case where a receiver is appointed by the chargee of a charge for the purpose of satisfying a debt secured by the charge as specified in section 204 of the

\* Please refer to endnotes at Appendix

Insolvency Act, any value added tax due and payable by the chargor shall, subject to section 204(5) of that Act, be paid by the receiver in accordance with section 204(4) of that Act.<sup>267\*</sup>

#### **43. Recovery of unpaid tax and special levy <sup>268\*</sup>**

Part IVC of the Mauritius Revenue Authority Act shall apply to the recovery of any unpaid tax and special levy under this Act, with such modifications, adaptations and exceptions, as may be necessary.

[44. *Recovery of tax by distress and sale*] **Repealed <sup>269\*</sup>**

[45. *Inscribed privilege*] **Repealed <sup>270\*</sup>**

[46. *Uninscribed privilege*] **Repealed <sup>271\*</sup>**

[47. *Contrainte*] **Repealed <sup>272\*</sup>**

[48. *No limitation of action for recovery of tax*] **Repealed <sup>273\*</sup>**

### **PART IXA – [*COMMISSIONER, LARGE TAXPAYER DEPARTMENT*] Deleted<sup>274\*</sup>**

### **PART X - VAT RELATING TO BONDED WAREHOUSES, FREEPORT ZONE AND DUTY FREE SHOPS OR SHOPS UNDER THE DEFERRED DUTY AND TAX SCHEME<sup>275\*</sup>**

#### **49. VAT relating to a bonded warehouse or an excise warehouse**

(1) Subject to the other provisions of this Act, no VAT shall be chargeable on any goods entering a bonded warehouse or an excise warehouse.

(2) VAT shall be chargeable on any goods, other than those specified in the First Schedule, upon their removal from a bonded warehouse to any other place in Mauritius.

(3) For the purposes of this section -

“**bonded warehouse**” has the same meaning as in the Customs Act 1988; and

“**excise warehouse**” has the same meaning as in the Excise Act 1994.

#### **50. VAT relating to a freeport zone <sup>276\*</sup>**

(1) (a) Notwithstanding this Act but subject to paragraph (b), no VAT shall be payable on any goods imported into a freeport zone.

(b) Where an authorisation is granted under section 7(3)(a) of the Freeport Act, VAT shall be payable on the goods and services relating to the authorised activities.

(2) Where a holder of a freeport certificate makes any supply of taxable goods to any person in Mauritius at any place outside the freeport zone, the goods shall be deemed to be imported goods and VAT shall be chargeable on the goods.

**51 [ VAT relating to an export processing zone] Repealed<sup>277\*</sup>, <sup>278\*</sup>, <sup>279\*</sup>**

**52. [VAT relating to a pioneer status enterprise ] Repealed<sup>280\*</sup>**

**53. VAT relating to a duty free shop or shop under the Deferred Duty and Tax Scheme<sup>281\*</sup>**

(1) Notwithstanding the other provisions of this Act, no VAT shall be payable -

- (a) on any goods imported for sale in a duty free shop;
- (aa) on jewellery manufactured by a VAT registered company and supplied to a duty free shop;<sup>282\*</sup>
- (b) on any goods supplied by a registered person to a duty free shop for sale; and<sup>283\*</sup>
- (c) on any goods supplied to a passenger by an operator of a duty free shop.

(2) No VAT shall be payable on -

- (a) any goods imported for sale in; or
- (b) jewellery manufactured by a VAT registered company and supplied to,

a shop operating under the Deferred Duty and Tax Scheme referred to in section 22 of the Customs Act.<sup>284\*</sup>

## **PART XA - SOLIDARITY LEVY<sup>285\*</sup>**

### **53A Purpose of solidarity levy**

The purpose of the solidarity levy raised under this Part shall be to finance the Empowerment Programme referred to in the 2006 - 2007 Budget Speech.

### **53B. Liability to solidarity levy**

(1) Subject to other provisions of this Part, every operator shall be liable to pay to the Director-General a solidarity levy calculated on his turnover at the rate specified in Part II of the Eleventh Schedule.

(2) The levy under this Part shall be raised in respect of the 4 financial years ending 30 June 2010.



- (3) The liability to solidarity levy shall be suspended in respect of the taxable period from 1 January 2009 to 30 June 2010.<sup>286\*</sup>

### **53C. Payment of solidarity levy**

Every operator shall, after the end of every taxable period, within such time as may be prescribed, pay to the Director-General, in respect of that period, the levy in such manner as may be approved by the Director-General.

### **53D Circumstances in which no levy is payable**

No levy shall be paid in a financial year where -

- (a) the operator had incurred a loss; or
- (b) the profit of the operator before tax does not exceed 5 per cent of his turnover,

in respect of the accounting year immediately preceding the commencement of the financial year.

### **53E. Adjustment of levy**

(1) Where no levy is payable by an operator in a financial year by virtue of section 53D and at the end of the financial year, it is found that his profit before tax in respect of the accounting year immediately preceding the end of the financial year exceeds 5 per cent of his turnover for that accounting year, the operator shall pay to the Director-General the total levy in respect of that financial year within such time as may be prescribed.

- (2) Where levy is payable by an operator during a financial year and it is found that -

- (a) the operator had incurred a loss; or
- (b) the profit of the operator before tax does not exceed 5 per cent of his turnover,

in respect of the accounting year immediately preceding the end of the financial year, the levy paid during that financial year shall be refunded to the operator within such time as may be prescribed.

### **53F. Late payment of levy**

Where the operator fails to pay the levy on or before last day on which it is payable under section 53C, he shall be liable to pay to the Director General, in addition to the levy –

- (a) a penalty of 5 per cent of the levy; and
- (b) interest on the levy, excluding the penalty under paragraph (a), at the rate of 0.5 per cent per month or part of the month in which the levy remains unpaid.<sup>287\*</sup>

\* Please refer to endnotes at Appendix

**53G. Assessment and recovery of levy<sup>288\*</sup>**

The provisions of Parts VII, VIII, and IX and sections 65, 67, 68, 69, 70 and 71 of the Value Added Tax Act shall apply to the levy with such modifications, adaptations and exceptions as may be necessary to bring them in conformity with this Part.

**53H. Interpretation**

In this Part -

**“levy”** –

- (a) means the solidarity levy referred to in section 53B; and
- (b) includes the penalty and interest referred in section 53F;

**“operator”** means a taxable person engaged in any business specified in Part I of the Eleventh Schedule.

**PART XB – SPECIAL LEVY ON BANKS <sup>289\*</sup>****53I. Interpretation**

In this Part –

**“accounting period”** means –

- (a) in the case of a bank which has started operation, the period starting from its date of operation and ending on the date of the annual balance of the accounts of the bank;
- (b) in the case of a bank which has ceased operation, the period starting from the date of the annual balance of the accounts of the bank and ending on the date of cessation of operation;
- (c) in any other case, a period of 12 months ending on the date of the annual balance of the accounts of a bank;

**“bank”** –

- (a) has the same meaning as in the Banking Act; but
- (b) does not include the Development Bank of Mauritius Ltd;

**“leviable income”** means the sum of –

- (a) net interest income; and
- (b) other income before deduction of expenses,

\* Please refer to endnotes at Appendix

arising from transactions with residents other than companies holding a Global Business Licence under the Financial Services Act;<sup>290\*</sup>

“**net interest income**” means interest income less interest expense;

“**resident**” –

- (a) has the same meaning as in section 73 of the Income Tax Act; and
- (b) includes a company incorporated outside Mauritius in so far as its banking transactions carried out through a permanent establishment in Mauritius are concerned; but
- (c) does not include a company incorporated in Mauritius in so far as its banking transactions carried out through a permanent establishment outside Mauritius are concerned;<sup>291\*</sup>

“**special levy**” means the special levy referred to in section 53J;

“**year of assessment**” has the same meaning as in the Income Tax Act.<sup>292\*</sup>

### **53J. Liability to special levy**

(1) Subject to this Part, every bank shall be liable to pay to the Director-General a special levy on its leviable income derived in every accounting period at the rate of 5.5 per cent. <sup>293\*</sup>

(2) Every bank shall remit the special levy to the Director-General at latest 5 months from the end of the accounting period, in such form and manner as the Director-General may approve.

(3) No levy shall be paid for an accounting period where a bank incurred a loss in the accounting period.

(4) The levy for a bank in operation as at 30 June 2018 shall be –

- (a) the levy payable under subsection (1); or
- (b) 1.5 times of the levy payable for the year of assessment 2017-2018, whichever is lower.<sup>294\*</sup>

### **53K. Late payment of special levy**

Where a bank fails to pay the special levy on or before the last day on which it is payable under section 53J(2), it shall be liable to pay to the Director-General, in addition to the levy –

- (a) a penalty of 5 per cent of the levy; and

- (b) interest on the levy, excluding the penalty under paragraph (a), at the rate of 0.5 per cent per month or part of the month during which the levy remains unpaid.

### **53L. Assessment and recovery of special levy**

Parts VII, VIII, IX and XI and sections 68, 69, 70 and 71 shall apply to the special levy with such modifications, adaptations and exceptions as may be necessary.

## **PART XI - OFFENCES**

### **54. Failure to register or pay tax**

Any person who -

- (a) being a taxable person –
  - (i) fails to apply for registration under section 15; or
  - (ii) fails to pay any tax due; or
- (b) being a registered person, fails to include in his return any VAT charged, shall commit an offence.

### **55. Failure to submit return and pay tax**

Any person who, being a registered person -

- (a) fails to submit any return, including a nil return, under section 22;
- (b) fails to submit a statement under section 23; or
- (c) fails to pay tax in accordance with his return or statement,

shall commit an offence.

### **56. Failure to keep records or to issue VAT invoice**

Any person who -

- (a) being a registered person, fails to issue a VAT invoice under section 20;
- (b) for the purposes of this Act -
  - (i) fails to keep records or to issue a receipt or an invoice under section 19; or
  - (ii) fails to furnish information under section 29 or to produce books, records or other documents under section 31,

shall commit an offence.

**57. Incorrect return or information**

Any person who, for the purposes of this Act -

- (a) makes an incorrect return or statement by omitting or understating any output tax or by overstating any input tax;
- (b) makes an incorrect claim for repayment under section 24; or
- (c) gives any incorrect information in relation to any matter affecting his own tax liability or the tax liability of any other person,

shall commit an offence.

**58. False returns, books, records or VAT invoices**

Any person who wilfully and with intent to evade VAT -

- (a) submits a return under section 22 or a statement under section 23, which is false in any material particular;
- (b) makes a false claim for repayment under section 24;
- (c) gives any false information to the Director-General;
- (d) makes to the Director-General any statement which is false or incomplete in any material particular;
- (e) prepares or maintains or authorises any other person to prepare or maintain any false books, records, VAT invoices or other documents;
- (f) falsifies or authorises any other person to falsify any books, records, VAT invoices or other documents; or
- (g) misleads or attempts to mislead the Director-General in relation to any matter or thing affecting his own or any other person's liability to VAT,

shall commit an offence.

**59. Other offences**

Any person who -

- (a) fails to comply with any of the requirements under section 25(1), 29, 31 or 32;
- (b) not being a registered person or being a person who has ceased to be a registered person, holds himself out to be a registered person;
- (c) obstructs any officer in the performance of his functions under the Act or any regulations made thereunder; or

- (d) otherwise contravenes any other provisions of this Act or any regulations made thereunder,

shall commit an offence.

## **60. Penalties for offences**

(1) Any person who commits an offence under section 36(5), 56, 59(a) or (d) shall, on conviction, be liable to a fine not exceeding 50,000 rupees and to imprisonment for a term not exceeding 3 years.

(2)<sup>295\*</sup> Any person who commits an offence under section 57 or 59(b) or (c) shall, on conviction, be liable to a fine which shall not exceed double the amount of tax involved and to imprisonment for a term not exceeding 5 years.

- (3) (a)<sup>296\*</sup> Subject to paragraph (b), any person who commits an offence under section 54, 55 or 58 shall, on conviction, be liable to a fine which shall not exceed treble the amount of tax involved and to imprisonment for a term not exceeding 8 years.
- (b) Where a person is convicted for an offence under section 55(a) or (b), he shall, in addition to any penalty imposed under paragraph (a), be ordered by the court to submit the return or statement, as the case may be, within such time as the court may determine.

## **61. Compounding of offences**

- (1) (a) The Director-General may with the consent of the Director of Public Prosecutions, compound any offence committed by a person under this Act or any regulations made thereunder, where such person agrees in writing to pay such amount acceptable to the Director-General representing -<sup>297\*</sup>
  - (i) any tax unpaid; and
  - (ii) an amount not exceeding the maximum pecuniary penalty imposable under this Act for such offence.
- (b) For the purposes of paragraph (a), the Director- General shall chair a committee which shall consist of 3 other officers of the management team of the Authority.

(2) Every agreement under subsection (1) shall be made in writing under the hand of the Director-General and the person and witnessed by an officer.

(3) Every agreement under this section shall be final and conclusive and a copy thereof shall be delivered to the person.

(4) Where the Director-General compounds an offence in accordance with this section -

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\* Please refer to endnotes at Appendix

- (a) the amount for which the offence is compounded shall be deemed to be tax assessed under this Act and shall be recoverable as tax; and
- (b) no further proceedings shall be taken in respect of the offence so compounded against the person.

## **62. Tax payable notwithstanding prosecution**

Any person convicted of an offence under this Act or any regulations made thereunder or who has agreed to the compounding of an offence under section 61 shall not be relieved of his liability for payment of any tax due.

## **PART XII - MISCELLANEOUS**

## **63. Cessation or transfer of business**

(1) Where a registered person intends to cease business, he shall immediately notify the Director-General in writing of the date of the cessation of business.

(2) Subject to subsection (3), a registered person who ceases business shall, within 15 days of the date of the cessation -

- (a) submit a return and pay all tax due including the tax due on any goods forming part of the assets of the business other than those specified in section 21(2)(b); and<sup>298\*</sup>
- (b) return to the Director-General his certificate of registration and all his copies.

(3) Subject to section 21(7A), where a registered person who ceases to carry on business, sells or otherwise transfers his business as a going concern to another registered person, he shall not charge VAT on the sale or transfer.<sup>299\*</sup>

(4) Repealed.<sup>300\*</sup>

## **63A. Tax liability of principal officer of private company<sup>301\*</sup>**

(1) The principal officer of a private company shall –

- (a) be answerable for the doing of all such things as are required to be done by that company under this Act;
- (b) be required to retain out of any money or property of the company, so much as is sufficient to pay VAT which is or will become payable by that company; and
- (c) be personally liable in respect of the VAT payable by that company to the extent of any amount he has or should have retained under paragraph (b).

- (2) In subsection (1) –

“principal officer” means the executive director, or any other person who exercises or who is entitled to exercise or who controls or who is entitled to control, the exercise of powers which would fall to be exercised by the Board of directors.

#### **64. Notice of appointment by appointed person**

Where an administrator, executor, receiver or liquidator is appointed to manage or wind up the business of any taxable person, the administrator, executor, receiver or liquidator, as the case may be, shall give notice of his appointment to the Director-General within 15 days of the date of the appointment in such form and manner as the Director-General may approve.<sup>302\*</sup>

#### **65. Refund of VAT to persons other than taxable persons <sup>303\*</sup>**

Any person, other than a taxable person, may, within 3 years of the date of payment of the tax, make an application to the Director-General, in such form and manner as the Director-General may determine, for a refund of tax paid at importation, where –

- (a) the tax was paid in error;
- (b) the goods have been damaged, pilfered, lost or destroyed during the voyage;
- (c) the goods have been ordered to be destroyed as being unfit for consumption; or
- (d) the goods are found to be defective, obsolete or not according to specifications and are subsequently exported in accordance with section 23(1A) of the Customs Act.

#### **65A. Refund of VAT to persons other than registered persons <sup>304\*</sup>**

(1) Any person referred to in subsection (2), other than a registered person, may, subject to subsections (3) and (4), make an application to the Director-General, in such form and manner as the Director-General may determine, for a refund of VAT paid on equipment and services specified in the Twelfth Schedule and used for the purposes of his activities.<sup>305\*</sup>

(2) An application under subsection (1) shall be made, in respect of equipment and services specified in –<sup>306\*</sup>

- (a) Part I of the Twelfth Schedule by –<sup>307\*</sup>

- (i) a planter;
- (ii) a group of small farmers such as a farmers’ association, society, company, or co-operative owned by a small

\* Please refer to endnotes at Appendix



farmer or owned by a group of small farmers, and having an annual turnover not exceeding 10 million rupees; or

(iii) a horticulturist,

registered with the Small Farmers Welfare Fund under the Small Farmers Welfare Fund Act or a co-operative society registered under the Co-operatives Act.

- (b) Part II of the Twelfth Schedule, by a pig breeder registered with the Small Farmers Welfare Fund under the Small Farmers Welfare Fund Act or a co-operative society registered under the Co-operatives Act;
  - (c) Part III of the Twelfth Schedule, by a breeder, other than a pig breeder, registered with the Small Farmers Welfare Fund under the Small Farmers Welfare Fund Act or a co-operative society registered under the Co-operatives Act;
  - (d) Part IV of the Twelfth Schedule, by an apiculturist registered with the Entomology Division of the Ministry responsible for the subject of agriculture;
  - (e) Part V of the Twelfth Schedule, by a fisherman registered with the Ministry responsible for the subject of fisheries or a co-operative society registered under the Co-operatives Act; <sup>308\*</sup>
  - (f) Part VI of the Twelfth Schedule, by the holder of a baker's licence, other than that issued to a hypermarket or supermarket operating as a classified trade under the Local Government Act; or <sup>309\*</sup>
  - (g) Part VIA of the Twelfth Schedule, by a tea cultivator registered with the National Agricultural Products Regulatory Office set up under the National Agricultural Products Regulatory Office Act or a co-operative society registered under the Co-operatives Act 2016. <sup>310\*</sup>
  - (h) **[Repealed]**. <sup>311\*</sup>
- (3) An application under subsection (2) shall –
- (a) be made in respect of VAT paid on services or on equipment imported or purchased from a registered person as from 1 January 2013; <sup>312\*</sup>
  - (b) be submitted to the Director-General within 15 days after the end of every quarter, in such form and manner as the Director-General may determine;
  - (c) be accompanied by VAT invoices in respect of services or equipment purchased from a registered person, specifying the name, address and National Identity Card number of the person ; and <sup>313\*</sup>

(d) specify the Bill of Entry number in respect of equipment imported.<sup>314\*</sup>

(4) On receipt of an application under subsection (3)(b), the Director-General shall proceed with the refund not later than 15 days from the date of receipt of the application.

- (5) (a) No application under subsection (2) shall be made where, for a quarter, the amount refundable is less than 1,000 rupees.
- (b) Where the amount refundable is less than 1,000 rupees for a quarter, the amount may be carried forward to the following quarter.
- (c) No refund shall be made where an application is made more than one year from the date of payment of the tax.

**65B. Refund of VAT to diplomatic missions and agents<sup>315\*</sup>**

(1) Where goods and services, other than motor vehicles, petrol, alcoholic beverages and cigarettes, are purchased from a registered person by a diplomatic mission and an agent approved jointly by the Secretary for Foreign Affairs and the Director-General and the purchase price of the goods and services, exclusive of VAT, specified in each invoice is not less than 3,000 rupees, the diplomatic mission and agent may make an application to the Director-General for a refund of the VAT paid on those goods and services<sup>316\*</sup>.

(2) Every application for a refund under paragraph (a) shall –

- (a) be made within 30 days after the end of every quarter, in such form and manner as the Director-General may determine; and
- (b) be accompanied by a certified copy of the VAT invoice showing the amount of VAT paid.

(3) On receipt of an application under paragraph (b), the Director-General shall proceed with the refund not later than 45 days from the date of receipt of the application.

**65BA. *[Refund of VAT to event organisers]* Repealed<sup>317\*</sup>**

**65C. Refund of VAT to persons on residential building, house or apartment<sup>318\*</sup>**

(1) Subject to this section, any person who satisfies the conditions set out in Part VII of the Twelfth Schedule may make an application for a refund of VAT on the construction of a residential building or the purchase of a residential apartment or house from a property developer.<sup>319\*</sup>

(2) Every application under subsection (1) shall, subject to subsection (3) –

- (a) be made in such form and manner as the Director-General may determine;

- (b) be accompanied, in the case of –<sup>320\*</sup>
    - (i) the construction of a residential building, by VAT invoices issued under section 20;
    - (ii) the purchase of a residential apartment or house from a property developer, by receipts issued under section 19(2)(c); and
  - (c) be submitted to the Director-General, not later than 30 days from the end of every quarter in respect of which the VAT has been paid.
- (3) (a) Subject to paragraph (b), the amount of VAT refundable under this section shall –
  - (i) in the case of the construction of a residential building, not exceed the amount of VAT paid; or<sup>321\*</sup>
  - (ii) in the case of the purchase of a residential apartment or house from a property developer, not exceed the purchase price multiplied by the factor 0.104.<sup>322\*</sup>
- (b) Any refund under paragraph (a) shall not exceed 300,000 rupees.<sup>323\*</sup>
- (4) (a) No refund of VAT shall be made to a person where the application is made more than 12 months from the date of the VAT invoice or receipt.<sup>324\*</sup>
- (b) Subject to paragraph (c), no application under subsection (2) shall be made where, in respect of a quarter, the amount of VAT refundable does not exceed 25,000 rupees.
- (c) Paragraph (b) shall not apply where –<sup>325\*</sup>
  - (i) the claim is in respect of a final application; or
  - (ii) the amount of VAT paid during a quarter and the three preceding quarters does not exceed 25,000 rupees.
- (d) Subject to paragraph (c), where the amount of VAT refundable does not exceed 25,000 rupees in respect of a quarter, the person shall include that amount in his application in respect of the subsequent quarter, provided that in respect of each subsequent quarter, the total amount exceeds 25,000 rupees.
- (5) On receipt of an application under this section, the Director-General shall proceed with the refund not later than 30 days from the date of receipt of all documents in support of the application for refund.<sup>326\*</sup>

**65D. Time limit for refund and payment of interest <sup>327\*</sup>**

(1) Subject to subsection (3) and section 65A(4), 65B(3) or 65C(5), where the Director-General is satisfied that the applicant is entitled to a refund, he shall proceed to make the refund within 3 months of the date of receipt of the application.

(2) Where the refund is made after 3 months from the date of receipt of the application under subsection (1), the refund shall carry interest, free of income tax, at the prevailing Key rate determined by the Bank of Mauritius. <sup>328\*</sup>

(3) No refund of tax under section 65, 65A, 65B or 65C which is less than 250 rupees or such other amount as may be prescribed shall be made.

**65E. <sup>329\*</sup> [Repealed]****66. Exempt bodies or persons**

(1) Any body or person specified in Column 1 of the Ninth Schedule shall be exempted from the payment of VAT in respect of goods or services corresponding to the body or person specified in Column 2 of that Schedule. <sup>330\*</sup>

(2) Where goods or services are supplied pursuant to subsection (1), the registered person shall not charge VAT on the goods or services supplied nor shall any element of VAT be added to the price of those goods or services. <sup>331\*</sup>

(3) (a) Where an exempt person specified in Column 1 of item 25, 26, 27 or 28 of the Ninth Schedule has been exempted from the payment of VAT in respect of the construction of a purpose-built building specified in Column 2 of that item and before the end of the nineteenth year following the year of completion of the building, the building or part of the building – <sup>332\*</sup>

- (i) is no longer used by him for the specified purpose; or
- (ii) is sold or otherwise transferred and is no longer used for the specified purpose,

the exempt person shall, in the case provided for under subparagraph (i), give immediate written notice to the Director-General specifying the date since which the building or part of the building is no longer used by him for the specified purpose.

(b) Where the building or part of the building is sold or otherwise transferred and is no longer used for the specified purpose, the new owner shall give immediate written notice to the Director-General specifying the date since which the building or part of the building is no longer used by him for the specified purpose.

(c) The exempt person referred to in paragraph (a) or the new owner referred to in paragraph (b) shall be liable to pay to the Director-General, the VAT which would have been otherwise payable, multiplied by the factor referred to in paragraph (d).

- (d) The factor shall be the proportion which the period between the date of sale, transfer or cessation of use for the specified purpose and the expiry of the 20-year period from the date of completion of the building bears to the 20-year period.
- (4)
  - (a) The Director-General shall, by notice in writing, claim from the exempt person or the new owner, as the case may be, the amount of VAT payable under subsection (3)(c).
  - (b) The amount claimed under paragraph (a) shall be paid within 28 days from the date of the notice.
- (5)
  - (a) Where an exempt person or a new owner is dissatisfied with a notice under subsection (4), he may, within 28 days from the date of the notice, object to the claim in such form as the Director-General may determine.
  - (b) Where an exempt person or a new owner, as the case may be, makes an objection, he shall, in the form, specify the detailed grounds of his objection.
  - (c) Where it is proved to the satisfaction of the Director-General that, owing to illness or other reasonable cause, an exempt person or a new owner has been prevented from making an objection within the time limit in paragraph (a), the Director-General may consider the objection.
  - (d) Where the Director-General refuses to consider an objection made after the time limit in paragraph (a), he shall, within 28 days from the date of receipt of the letter of objection, give notice of refusal to the exempt person or the new owner, as the case may be.
  - (e) The burden of proving that the notice of the Director-General is incorrect, or what the amount of VAT should be, shall be on the exempt person or new owner, as the case may be.
- (6)
  - (a) The Director-General shall consider an objection under subsection (5) and review the notice, and may –
    - (i) disallow or allow it in whole or in part; and
    - (ii) where appropriate, amend the notice to conform with his determination.
  - (b) The Director-General shall, within 4 months from the date of receipt of the objection under subsection (5), give notice of the determination to the exempt person or new owner, as the case may be, and shall, at the same time, claim any VAT.

- (c) Where the objection is not determined within 4 months under paragraph (b), it shall be considered to have been allowed by the Director-General.

(7) Where an exempt person or a new owner, as the case may be, is aggrieved by a decision under subsection (5)(d) or a determination under subsection (6), he may lodge written representations with the Clerk of the Assessment Review Committee in accordance with section 19 of the Mauritius Revenue Authority Act.<sup>333\*</sup>

#### **67. Erroneous refund, exemption or reduction**

(1) Where any person has benefited through error from a refund, exemption or reduction of tax, he shall be liable to pay the amount of tax which has been erroneously refunded, exempted or reduced.

(2) The Director-General may, by written notice, order the person under subsection (1) to pay, within 28 days of the date of the notice, the tax which has been erroneously refunded, exempted or reduced, together with the appropriate interest under section 27A(1)(c)(i).<sup>334\*</sup>

(3) Where a person referred to in subsection (1) does not comply with an order of the Director-General within 28 days of the date of the notice under subsection (2), he shall be liable to pay, in addition to the tax, a penalty under section 27 and interest under section 27A(1)(c)(ii).<sup>335\*</sup>

#### **68. Service of documents**

(1) Any return, statement or other document or any payment required or authorised to be served on, given or made to, the Director-General shall be forwarded to him so as to reach the Office of the Director-General not later than the due date.

(2) Any notice of assessment or other notice or other document required to be served on, or given to, any person by the Director-General may be served or given by -

- (a) delivering it personally to him;
  - (b) leaving it at, or sending it by post to, his usual or last known place of business or residence; or
  - (c) transmitting it electronically or through such other electronic or mechanical device.<sup>336\*</sup>
- (3) Where a person -
- (a) refuses to accept delivery of a letter addressed to him; or
  - (c) fails to take delivery of such a letter which he has been informed awaits him at a post office,

the letter shall be deemed to have been served on him on the date on which he refused to accept the letter or was informed that the letter was at the post office.

#### **69. Admissibility of documents produced by computer**

(1) In any legal proceedings under this Act or any regulations made thereunder, a statement contained in a document produced by a computer shall be admissible as evidence of any fact stated therein of which direct oral evidence would be admissible if it is shown that the prescribed conditions have been satisfied.

(2) In any proceedings, the court may for special cause require evidence to be given of any matter under this section.

(3) Any person giving any information under this section which is false or misleading in any material particular shall commit an offence and shall, on conviction be liable to a fine not exceeding one million rupees and to imprisonment for a term not exceeding 8 years.

#### **69A. Rulings<sup>337\*</sup>**

(1) Any person, who in the course or furtherance of his business, makes taxable supplies, may apply to the Director-General for a ruling as to the application of this Act to any of the supplies made to him or made by him.

(2) An application under this section shall be in writing and shall –

- (a) include full details of the transaction relating to the supply together with all documents relevant to the transaction;
- (b) specify precisely the question as to which the ruling is required;
- (c) give a full statement setting out the opinion of that person as to the application of this Act to that supply; and
- (d) be accompanied by such fee as may be prescribed.

(3) The Director-General shall subject to subsections (3A) and (3B), within 30 days of the receipt of an application under this section, give a ruling on the question on the applicant.<sup>338\*</sup>

(3A) Where the application is in respect of an issue which is the subject of an objection, representations before the Assessment Review Committee or an appeal before the Supreme Court or Judicial Committee of the Privy Council, the Director-General shall not give a ruling.<sup>339\*</sup>

(3A) Where an application is received under subsection (1), the Director-General may, within 30 days of the receipt of the application, request the applicant to furnish such additional documents and information as he may require to give the ruling.<sup>340\*</sup>

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\* Please refer to endnotes at Appendix

(3B) Where the Director-General requests an applicant to submit any document or information in respect of an application under this section, the time limit for the ruling referred to in subsection (3) shall run from the date of the submission of all requested documents and information.<sup>341\*</sup>

(4) Subject to subsection (5), a ruling under this section shall be binding upon the Director-General.

(5) Where there is any material difference between the actual facts relating to the transaction and the details contained in the application, the ruling shall not be binding upon the Director-General.

(6) A ruling under this section shall be published by the Director-General in such manner as he thinks fit except that the identity of the person to whom the ruling relates shall not be indicated in the publication.

(7) Subject to subsection (8), any person may rely upon a ruling published under subsection (6) as a statement binding on the Director-General with respect to the application of this Act to the facts set out in that ruling.

(8) The Director-General may publish a notice in the *Gazette* to the effect that a ruling which he has previously published shall cease to be binding with effect from a date which shall not be earlier than the date of the notice.

#### **69B. Statement of Practice <sup>342\*</sup>**

The Director - General shall, from time to time, issue and publish Statements of Practice in relation to the application of specific provisions of this Act.

#### **70. Jurisdiction of Magistrate**

(1) Notwithstanding -

- (a) section 114(2) of the Courts Act; and
- (b) section 72(5) of the District and Intermediate Courts (Criminal Jurisdiction) Act,

a Magistrate shall, subject to subsection (2), have jurisdiction to try an offence under this Act or any regulations made thereunder and may impose any penalty provided by this Act.

(2) The prosecution of an offence under any of the sections of this Act specified in the Fourth Schedule to the Mauritius Revenue Authority Act 2004 shall take place, at the discretion of the Director of Public Prosecutions, before a Judge sitting without a jury, the Intermediate Court or a District Court.<sup>343\*</sup>

#### **71. Burden of proof**

(1) Notwithstanding any other enactment, the burden of proof that any tax has been paid, or any supply of goods or services, or any person, is exempt from tax shall lie on the person -

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\* Please refer to endnotes at Appendix



- (a) liable to pay the tax;
- (b) claiming that the tax has been paid; or
- (c) claiming that he is, or the supply of the goods or services is, exempt from tax.

(2) In any action or proceedings arising out of the seizure of any goods under this Act, the burden of proving that the seizure is illegal shall lie on the person making the allegation.

## **72. Regulations**

- (1) The Minister may -
  - (a) make such regulations as he thinks fit for the purposes of this Act;
  - (b) by regulations –
    - (i) prescribe any matter which may or is required to be prescribed under this Act; or
    - (ii) amend the First Schedule, the Second Schedule, the Third Schedule, Twelfth Schedule and the Thirteen Schedule.<sup>344\*</sup>
- (2) Any regulations made under this section may provide for -
  - (a) the proper implementation of any International Convention, Treaty or Agreement to which Mauritius is a contracting party; or
  - (b) the levying of fees and charges.<sup>345\*</sup>

## **73. Transitional provisions <sup>346\*</sup>**

(1) Notwithstanding this Act, where a person who applies for VAT registration on or before 30 June 2013 ought to have been registered prior to the date of his registration, he shall submit the statement under section 23 in respect of taxable periods commencing on the date he was required to be registered or 1 January 2010, whichever is the later, and ending on the date immediately preceding the date of his registration.

- (2) A person referred to in subsection (1) -
  - (a) shall submit the statement required under section 23, by 30 September 2013 at latest;
  - (b) may take credit for input tax for the taxable periods in respect of which the statement is submitted; and
  - (c) shall be allowed such deemed credit for input tax as may be determined by the Director-General where he cannot substantiate the VAT paid or payable on the taxable supplies made to him during

\* Please refer to endnotes at Appendix

the period prior to registration.

(3) A person who makes an application for VAT registration pursuant to subsection (1) shall not be liable to -

- (a) penalty for failure to apply for compulsory registration under section 15B;<sup>347\*</sup>
- (b) penalty for late payment of tax under section 27; and
- (c) interest on unpaid tax under section 27A, from the date the tax was due to 30 September 2013.

(4) Where, on or before 30 September 2013, a registered person makes a voluntary disclosure of his undeclared or underdeclared VAT liability for taxable periods prior to taxable period commencing on 1 October 2012, he shall, at the same time, pay the VAT at the appropriate rate in force in respect of each taxable period, free from any penalty that may have become due in accordance with this Act and free of interest up to 30 September 2013 under section 27A.

(5) For the purpose of the disclosure under subsection (4), the person shall be entitled to credit for input tax in respect of the period of the disclosure.

(6) Where the VAT disclosed under subsection (4) is not paid by 30 September 2013, any unpaid VAT shall carry interest at the rate of one per cent per month.

(7) Where a person who has been assessed to tax -

- (a) has objected to the assessment under section 38;
- (b) has lodged a representation with the Clerk of the Assessment Review Committee; or
- (c) has appealed to the Supreme Court or to the Judicial Committee of the Privy Council,

he may apply to the Director-General for the tax assessed to be considered as a voluntary disclosure of undeclared VAT under subsection (4), provided that he withdraws his objection, representation or appeal, as the case may be.

(8) Where a person has made an application under subsection (7), his VAT liability shall be recomputed to take into account the credit for input tax for the period assessed and any agreement reached between the person and the Director-General on any item under dispute.

- (9)
  - (a) The disclosure under subsection (4) shall be made in such form and manner and under such conditions as may be determined by the Director-General.
  - (b) Failure to comply with any condition under this subsection shall entail the withdrawal of any benefits under subsections (4) and (10) to the taxpayer.

\* Please refer to endnotes at Appendix

(10) Where a person -

- (a) submits a statement of VAT payable in respect of the period prior to the date of his registration pursuant to subsection (2); or
- (b) makes a voluntary disclosure of his VAT liability pursuant to subsection (4); and

the Director General is satisfied with the statement or disclosure, as the case may be, the person shall be deemed, notwithstanding sections 54 to 61, not to have committed an offence.

(10A) <sup>348\*</sup> *[Repealed]*

(11) Where VAT arrears outstanding as at 8 June 2017 are fully paid by a person on or before 31 May 2018, any penalty and interest included in the VAT arrears shall be reduced by 100 per cent, provided that an application for the reduction is made to the Director-General on or before 31 March 2018. <sup>349\*</sup>

(11A) Item 5 of Part VII of the Twelfth Schedule shall continue to apply as if it had not been repealed and replaced for any application for the refund of VAT on a residential building, house or apartment, the construction of which started or the purchase of which was made, before 31 July 2022. <sup>350\*</sup>

(11B) Section 66(3), (4), (5), (6) and (7) shall continue to apply in respect of repealed items 11 and 13 of the Ninth Schedule as if they had not been repealed. <sup>351\*</sup>

(11C) Section 65BA shall continue to apply until 31 December 2023 as if it had not been repealed in respect of events which have ended on or before 30 September 2023 and in respect of which no applications for refund have been made as at 30 September 2023. <sup>352\*</sup>

(12) In subsection (11) - <sup>353\*</sup>

“VAT arrears” -

- (a) means tax in respect of -
  - (i) a return made under section 22;
  - (ii) a statement made under section 23; or
  - (iii) an assessment made under section 37,

On or before 30 June 2015 and tax and penalties in connection thereto have remained unpaid; but

- (b) does not include tax due under an assessment which is pending before the Assessment Review Committee, Supreme Court or Judicial Committee of the Privy Council.

(13) This section shall not apply to any person -

- (a) who has been convicted on or after 1 July 2001 of an offence relating to;
- (b) against whom any civil or criminal proceedings are pending or contemplated in relation to an act of; or
- (c) in relation to whom an enquiry is being conducted into an act of,

the trafficking of dangerous drugs, arms trafficking, or an offence related to terrorism under the Prevention of Terrorism Act, money laundering under the Financial Intelligence and Anti-Money Laundering Act or corruption under the Prevention of Corruption Act.

(14) Where a person ceases to be a registered person on 1 April 2013 on grounds that his annual turnover does not exceed or is not likely to exceed 4 million rupees and his return for the last taxable period shows an excess amount, that amount shall be deemed to be value added tax on trading stocks held, and in respect of services not supplied, by that person and shall not be refundable and shall not be carried forward as a credit to be offset against his VAT liability, if any.

(15)<sup>354\*</sup> Notwithstanding this Act, where a registered person is an SME as defined in section 150B of the Income Tax Act, the date for the submission of a return and payment of value added tax for the month of February 2021 or part of that month shall, where applicable, be 15 July 2021.

#### **74. Consequential amendments**

(1) The Sales Tax Act 1982 is amended in section 2 -

- (a) in the definition of “Commissioner”, by deleting the words “Sales Tax” and replacing them by the words “Value Added Tax”; and
- (b) in the definition of “officer” by deleting the words “Sales Tax Department” and replacing them by the words “VAT Department”.

(2) The Hotel and Restaurant Tax Act 1986 is amended in section 2, by deleting the words “Sales Tax Act 1982” wherever they appear and replacing them by the words “Value Added Tax Act 1998”.

(3) The Customs Act 1988 is amended in section 2, in the definition of “taxes”, in paragraph (a), by deleting the words “sales tax” wherever they appear and replacing them by the words “value added tax”.

(4) The Excise Act 1994 is amended -

- (a) in section 2 -
  - (i) by deleting the definition of “sales tax”; and
  - (ii) by inserting in its appropriate alphabetical order, the following new definition -

\* Please refer to endnotes at Appendix

“value added tax” means the value added tax chargeable under the Value Added Tax Act 1998;

- (b) in section 10, in subsection (3)(b), by deleting the words “Commissioner for Sales Tax” and replacing them by the words “Commissioner for Value Added Tax”; and
- (c) in section 48, in subsection (2)(a), by deleting the words “sales tax” and replacing them by the words “value added tax”.

(5) The Gaming Act is amended in section 2, in the definition of “Commissioner”, by deleting the words “the Sales Tax Act 1982” and replacing them by the words “the Value Added Tax Act 1998”.

(6) The Tax Appeal Tribunal Act 1984 is amended -

- (a) in section 4, in subsection (3), by adding immediately after paragraph (g) the following new paragraph -
  - (h) in the case of liability to value added tax under the Value Added Tax Act 1998 -
    - (i) where he is a registered person, submit all returns and statements due and pay the amount of any tax shown on those returns and statements together with any surcharge and any penalty due and the specified amount; or
    - (ii) in any other case, pay the specified amount.
- (b) in section 6, in subsection (5) (b), by deleting the words “and the Hotel and Restaurant Tax Act 1986” and replacing them by the words “, the Hotel and Restaurant Tax Act 1986 and the Value Added Tax Act 1998”; and
- (c) in the Schedule, by adding the following -

The Value Added Tax Act 1998

(7) The Unified Revenue Act 1983 is amended in the Schedule -

- (a) in PART I, by deleting the words “Commissioner for Sales Tax” and replacing them by the words “Commissioner for Value Added Tax”; and
- (b) in PART II, in paragraph (a), by adding the following -

The Value Added Tax Act 1998

## 75. Repeal and savings

(1) The following enactments are repealed -

- (a) The Sales Tax Act 1982;
- (b) The Sales Tax Regulations 1982; and
- (c) The Sales Tax (Exemptions) Regulations 1983.

(2) Notwithstanding subsection (1), the enactments specified in that subsection shall be deemed to be still in force in relation to any matter arising under those enactments in respect of any period prior to the appointed day.

#### **76. Commencement**

(1) Subject to subsection (2), this Act shall come into force on 1 July 1998.

(2) Sections 9, 22, 74(3), 74(4)(a) and (c), 74(7)(b) and 75 shall come into force on the appointed day.

Passed by the National Assembly on the second day of June one thousand nine hundred and ninety eight.

ANDRÉ POMPON  
*Clerk of the National Assembly*

**FIRST SCHEDULE**  
(sections 2, 9, 10, 49, 51, 52 and 53)

**Goods or services exempted**

1. Deleted<sup>355 \*</sup>
2. Wheat; cereal flours (excluding wheat flour).<sup>356\*</sup>
3. Deleted<sup>357\*</sup>
4. Animal or vegetable fats and oils other than ghee produced in Mauritius and edible oils.<sup>358\*</sup>
5. Deleted<sup>359\*</sup>
6. Deleted<sup>360\*</sup>
7. Food of a kind used for human consumption –
  - (a) Deleted<sup>361\*</sup>
  - (b) Deleted<sup>362\*</sup>
  - (c) Deleted<sup>363\*</sup>
  - (d) Deleted<sup>364\*</sup>
8. Food preparations for infant use put up for retail sale, of H. S. Codes No. 1901.10.00 and No. 1905.40.10<sup>365 \*</sup>
- 8A. Breakfast cereals.<sup>366 \*</sup>
9. Common salt other than common salt produced in Mauritius.<sup>367\*</sup>
10. Deleted<sup>368\*</sup>
11. Deleted<sup>369\*</sup>
12. Veterinary services.<sup>370\*</sup>
13. Deleted<sup>371\*</sup>
14. Deleted<sup>372\*</sup>
15. Invalid carriages of heading No. 87.13; orthopaedic or other appliances or articles of heading No. 90.21.
16. (a) Educational services.  
(b) Training services approved by the Mauritius Qualifications Authority.<sup>373 \*</sup>
17. Journals and periodicals.<sup>374\*</sup>

18. Deleted.<sup>375\*</sup>
- 19 Deleted.<sup>376\*</sup>
- 20 Goods re-imported in respect of which no refund under this Act was made on exportation under item Nos. E1 and E2.
21. Goods imported under the transshipment procedure laid down in the Customs Act 1988 under item No. E4.
22. Articles re-imported after repairs on proof that they were sent from Mauritius provided that they shall be charged with VAT on the value of the repairs and the customs duty and excise duty chargeable thereon under item No.E6.
23. Bona fide baggage of a passenger under item No. E8.
- 23A. Bona fide baggage of a passenger under item No. E8A.<sup>377\*</sup>
24. Household and personal effects of a passenger under item No. E9.
25. Goods imported in the baggage of a passenger under item No. E10.
26. Goods (excluding merchandise for sale, tobacco in any form, wines, spirits, arms and ammunition) imported by post of a value for duty purposes not exceeding 1,000 rupees under item No. E11.<sup>378\*</sup>
- 26A. Sharlon shade, green house, shade screens, fertigation pumps, irrigation pumps, drip irrigation and automatic irrigation controller, imported by persons for use in agriculture under item No. E12.<sup>379\*</sup>
27. Deleted<sup>380\*</sup>
28. Deleted.<sup>381\*</sup>
29. Deleted.<sup>382\*</sup>
30. (a) Charges under a hire purchase agreement or under a finance lease agreement.  
(b) Postal services and services provided by a person holding a Postal Service Licence under the Postal Services Act 2002 in connection with payment of pension and utility bills.<sup>383\*</sup>
- 31 Deleted<sup>384\*</sup>.
- 32 Deleted<sup>385\*</sup>
- 33 Deleted<sup>386\*</sup>
34. Herbicides.
35. Deleted.<sup>387\*</sup>



36. (a) The renting of fixed telephone lines.
- (b) Charges in respect of internet services provided by an internet service provider of an amount of up to 100 rupees per billing period.<sup>388\*</sup>
37. Deleted<sup>389\*</sup>
38. Aircraft leasing.
39. Aircrafts of heading No.88.02 and H.S Code 8806.10.00<sup>390\*</sup>
40. Ships for the transport of persons or goods or both persons and goods falling under heading No. 89.01.
41. Fishing vessels, factory ships and other vessels for processing or preserving fishery products of heading No. 89.02.
42. Works of art, collectors' pieces and antiques of heading Nos. 97.01 to 97.06.
43. Cargo handling services in respect of goods transported by sea or air -<sup>391\*</sup>
- (a) from or to Mauritius;
- (b) from or to the Island of Rodrigues;
- (c) from or to the Outer Islands; or
- (d) from a place outside Mauritius to another place outside Mauritius.
44. Deleted<sup>392\*</sup>
45. Entrance fees to any event in respect of any sport discipline specified in the Physical Education and Sport (Designation of Sport Disciplines) Regulations 1986.
46. The renting of, or other grant of the right to use, accommodation in a building used predominately as a place of residence of any person and his family, if the period of accommodation for a continuous term exceeds 90 days.
47. Subject to item 48, the grant, assignment or surrender of any interest in or right over land or of any licence to occupy land.<sup>393\*</sup>
48. The sale or transfer of an immovable property, a building or part of a building, apartment, flat or tenement -
- (a) for residential purposes;
- (b) for any other purposes except land with any building, building or part of a building, apartment, flat or tenement together with any interest in or right over land, sold or transferred by a VAT registered property developer to a VAT registered person.<sup>394\*</sup>

Derogation by Section 28(1)(aa) of the Investment Promotion Act.<sup>395\*</sup>

49. Burial and cremation services and coffins.

50. The following financial services –

- (a) banking services (other than services supplied by a bank holding a banking licence under the Banking Act 2004 in respect of its banking transactions with non-residents and corporations holding a Global Business Licence under the Financial Services Development Act 2001) including –<sup>396\*</sup>
  - (i) services provided by the Bank of Mauritius; and
  - (ii) the issue, transfer or receipt of, or any dealing with, money, any security for money or any note or order for the payment of money, the provision of prescribed Islamic financing arrangement as defined under the Banking Act 2004 and the operation of any current, deposit or savings account, but except <sup>397\*</sup> –
    - (A) services provided to merchants accepting a credit card or debit card as payment for the supply of goods or services (merchant's discount);
    - (B) services in respect of safe deposit lockers, issue and renewal of credit cards and debit cards; and
    - (C) services for keeping and maintaining customers' accounts (other than transactions involving the primary dealer system);
- (b) services provided by foreign exchange dealers and money changers;
- (ba) services provided by a subsidiary of the Bank of Mauritius;<sup>398\*</sup>
- (c) the issue, transfer or receipt of, or dealing with any stocks, bonds, shares, debentures and other securities, including the underwriting and the settlement and clearing of such securities;
- (d) the issue or transfer of ownership of a unit under any unit trust;
- (e) the management of investment funds and of pension funds;
- (f) the arrangement, provision, or transfer of ownership, of any contract of insurance or re-insurance under the Insurance Act including the management of insurance schemes;<sup>399\*</sup>
- (fa) the making of loans between entities within the same group;<sup>400\*</sup>
- (fb) services provided by a person operating a Peer-to-Peer Lending platform under a licence issued by the Financial Services Commission under the Financial Services Act; and <sup>401\*</sup>

- (g) such other financial services as may be prescribed.<sup>402\*</sup>
51. Buses and chassis for buses used for the transport of the general public under a road service licence granted by the National Transport Authority.<sup>403\*</sup>
52. (a) Gold compounds of H. S. Code 2843.30.00<sup>404\*</sup>
- (b) Gold, unwrought or in semi-manufactured forms, or in powder form, or waste and scrap of heading 71.08.
- (c) Chains and similar articles produced in continuous length exceeding 200 centimetres, clasps and parts of silver suitable for use in the manufacture of jewellery of H.S. Code 7113.11.10.<sup>405\*</sup>
- (d) Chains and similar articles produced in continuous length exceeding 200 centimetres, clasps and parts of other precious metal suitable for use in the manufacture of jewellery of heading 7113.19.10.<sup>406\*</sup>
- (e) Minted gold bars imported, purchased or offered for sale by the Bank of Mauritius.<sup>407\*</sup>
53. Blood glucose strip<sup>408\*</sup>
54. Lancets of heading 90.18 and glucometer of H.S. Code 9027.80.10.<sup>409\*</sup>
55. Equipment for medical, surgical and dental uses of H.S. Codes 3701.10.00”, “3702.10.00” , “8419.20.00, 9006.30.10, 9019.10.50, 9019.20.00, 9022.12.00, 9022.13.00, 9022.14.00, 9022.21.00, 9022.30.00, 9022.90.10, 9022.90.20, 9022.90.90, 9027.80.10, 9402.10.10, 9405.10.30 and 9405.40.30.<sup>410\*</sup>
- 55A Equipment for medical, surgical and dental uses, of heading 94.03 and of H.S. Codes 8414.60.00, 8414.80.00, 8419.89.00 and 9011.80.00 when imported for use in a health institution.<sup>411\*</sup>
56. Cotton of headings 52.01, 52.02 and 52.03.<sup>412\*</sup>
57. Pearls, diamonds, stones, silver and platinum including waste and scrap, of headings 71.01, 71.02, 71.03, 71.05, 71.06, 71.10 and 71.12 and of H.S. Codes 7104.20.00 and 7104.90.00.<sup>413\*</sup>
58. Machinery and equipment, of headings 84.44 to 84.49 and 84.51 and of H.S Codes 8452.21.00, 8452.29.00, 8452.40.00 and 8452.90.00.<sup>414\*</sup>
59. Emery, natural corundum, natural garnet and other natural abrasives of H.S. Code 2513.20.00<sup>415\*</sup>
60. Preparations for the treatment of textile materials, leather, furskins or other materials of H.S. Codes 3403.11.00 and 3403.91.00<sup>416\*</sup>
61. Printed circuits of heading 85.34 and electronic integrated circuits and micro-assemblies of heading 85.42<sup>417\*</sup>

62. Pigs', hogs' or boars' bristles and hair; badger hair and other brush making hair; and waste of such bristles or hair of heading 05.02 <sup>418\*</sup>
63. Machinery of H.S Codes 8422.20.00 to 8422.40.00 <sup>419\*</sup>
64. Watch movements of heading 91.08 and H.S. Codes 9110.11.00 to 9110.19.00 and watch or clock parts of heading 91.14 <sup>420\*</sup>
65. Construction of a building or part of a building, flat or tenement (excluding repairs or renovation), to be used for residential purposes, provided that - <sup>421\*</sup>
  - (a) the contract in respect thereof has been entered into; or
  - (b) the letter of intent relating to an Integrated Resort Scheme prescribed under the Investment Promotion Act has been issued,

prior to 1 October 2006.
66. Anti-smoking chewing gum, anti-smoking patches, anti-smoking tablets and the like. <sup>422\*</sup>
67. Life jackets of H.S. Codes 3926.20.10, 4015.90.10 and 6307.20.10. <sup>423\*</sup>
68. Parts of footwear of heading 64.06. <sup>424\*</sup>
69. Buckles and shoe lasts.
70. Shoe welt.
71. Colostomy bags and disposable urinary bags. <sup>425\*</sup>
72. Entrance fees to cinemas, concerts, shows and digital art galleries <sup>426\*</sup>.
73. Cinematographic films, including royalties.
74. Bio-Pesticides <sup>427\*</sup>
75. Cocopeat and substrate used as a growing medium for plants, of H.S. Codes 1404.90.10, 2703.00.10 and 6806.10.10; <sup>428\*</sup>
76. Plates, sheets and strip of cellular or non-cellular rubber of H.S. Codes 4008.11 .00 and 4008.21.00 <sup>429\*</sup>
77. Briefs and napkins for incontinent persons. <sup>430\*</sup>
78. Commode chairs with toilet bowls.
79. Disposable urinary and faecal incontinence bags and pads.
80. 3D printers.
81. Hospital beds with mechanical or electrical fittings.

82. Sterile water used before, during and after operation of H.S. Code 2201.90.20.<sup>431 \*</sup>
83. Manual labour supplied by an individual to a VAT registered person for the purpose of making supplies in the agricultural sector or the construction sector.<sup>432\*</sup>
84. Payment of subscription fees to –<sup>433\*</sup>
- (a) a trade union registered under the Employment Relations Act;
  - (b) such statutory body as may be prescribed;
  - (c) such association registered under the Registration of Associations Act as may be prescribed;
  - (d) such professional body as may be prescribed.<sup>434\*</sup>

[Deleted]<sup>435\*</sup>

85. Linseed.<sup>436\*</sup>
86. Mustard seeds.
87. Papadum (also known as papad or appalam).
88. Sagoo (pearl seeds).
89. Sesamum seeds.
90. Tookmaria (basil seeds).
91. Vermicelli.
92. Graduated compression garments of H.S Codes 6114.20.10, 6114.30.10 and 6114.90.10.
93. Graduated compression hosiery of H.S Code 6115.10.00.
94. Graduated compression gloves of H.S Codes 6116.91.10, 6116.92.10, 6116.93.10 and 6116.99.10.
95. Graduated compression headgear of H.S Code 6506.99.10.
96. (a) Subject to this item –<sup>437\*</sup>
- (i) one motor car, in the case of a resident of the Island of Mauritius; or
  - (ii) one motor car or one double space cabin vehicle, in the case of a resident of the Island of Rodrigues,
- for use as taxi and imported by, or on behalf of, the holder of a Public Service Vehicle (Taxi) Licence issued by the National Land Transport Authority.
- (b) The exemption from payment of VAT on a motor car or double space cabin vehicle, as the case may be, shall be granted -

- (i) up to a maximum of 120,000 rupees of the VAT payable;<sup>438\*</sup>
- (ii) at the time of clearance; and
- (iii) subject to the approval of the National Land Transport Authority.
- (c) The exemption shall be granted once only in respect of a Licence Number issued under a Public Service Vehicle (Taxi) Licence.
- (d) In this item –  
“clearance” has the same meaning as in the Customs Act.

For the purpose of this Schedule –<sup>439\*</sup>

- (a) the heading Nos. refer to the heading numbers of Part I of the First Schedule to the Customs Tariff Act;
- (b) the item Nos. refer to the item Nos. of Part II of the First Schedule to the Customs Tariff Act;
- (c) “contract”, in item 50(f), in relation to –
  - (i) an insurance agent, does not include a contract for life insurance entered into before 10 January 2003; or
  - (ii) an insurance broker or insurance salesman, shall not include a contract for life insurance entered into before 1 October 2003;
- (d) “health institution” has the same meaning as in the Private Health Institutions Act;
- (e) “land”, in item 47, means –
  - (i) any vacant land; or
  - (ii) any land or part thereof with any building, flat or other tenement on it;
- (f) “Outer Islands”, in item 43, has the same meaning as in the Outer Islands Development Corporation Act.

## SECOND SCHEDULE

*(sections 2 and 25)*

Amount of annual turnover of taxable supplies ... .. 10 million rupees<sup>440\*</sup>

\* Please refer to endnotes at Appendix

**THIRD SCHEDULE***(section 4)***MATTERS TO BE TREATED AS SUPPLY OF GOODS OR SERVICES**

1. The sale, transfer or disposal of a business is a supply of goods.
2. The grant, assignment or surrender of any interest in or right over land or of any licence to occupy land is a supply of goods.
3. The transfer of an undivided share in movable or immovable property is a supply of services.
4. Any transfer of the whole property in goods is a supply of goods; but the transfer -
  - (a) of any undivided share of the property; or
  - (b) of the possession of goods,is a supply of services.
5. Goods produced by applying to another person's goods a treatment or process is a supply of goods.
6. Where the possession of goods is transferred -
  - (a) under an agreement for the sale of the goods; or
  - (b) under an agreement which expressly contemplates that the property also will pass at some time in the future (determined by, or ascertainable from, the agreement but in any case not later than when the goods are fully paid for),it is then in either case a supply of the goods.
7. Where by or under the direction of a person carrying on a business, goods held or used for the purposes of the business are put to any private use or are used, or made available to any person for use, for any purpose other than a purpose of the business, whether or not for a consideration that is a supply of goods.
8. Any goods given as donation, any goods put to private use or any gift of goods made for any purpose other than for business is a supply of goods.
9. The supply of any form of power (including electricity), gas, water, heat, refrigeration, air-conditioning or ventilation is a supply of goods.
10. The development, sale or transfer of computer software is a supply of services.
11. The leasing of, or other grant of the right to use, goods is a supply of services.

12. The sale, transfer, assignment, or licensing of patents, copyrights, trademarks, software, and other proprietary information is a supply of services.

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**FOURTH SCHEDULE**  
*(section 10)*

Rate of VAT <sup>441*</sup>	...	...	...	...	15 per cent
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\* Please refer to endnotes at Appendix



**FIFTH SCHEDULE**<sup>442\*</sup>  
(section 11)

1. Goods exported from Mauritius under Customs control.<sup>443\*</sup>
2. The following goods –
  - (a) rice, wheat flour and wheat bran;<sup>444\*</sup>
  - (aa) bread;<sup>445\*</sup>
  - (b) edible oils;
  - (c) margarine and butter;<sup>446\*</sup>
  - (d) milk and cream, buttermilk, whey, kephir and other fermented or acidified milk and cream; cheese and curd;<sup>447\*</sup>
  - (e) sugar, sugar cane, molasses and bagasse;<sup>448\*</sup>
  - (ea) primary agricultural and horticultural produce (including tomatoes, potatoes, onions and other vegetables, fruits, coffee, cocoa beans and nuts) which have not been processed, except for reaping, threshing, husking, crushing, winnowing, trimming, drying and packaging, to put them into marketable condition;<sup>449\*</sup>
  - (eaa) roasted coffee of H.S. Code 09.01;<sup>450\*</sup>
  - (eb) live animals used for yielding or producing, food for human consumption;<sup>451\*</sup>
  - (ec) live animals for training or breeding purposes;<sup>452\*</sup>
  - (f) live poultry, meat of poultry, edible offal of poultry and birds' eggs in the shell;
  - (fa) edible meat and edible meat offal, fresh, chilled or frozen;<sup>453\*</sup>
  - (fb) soya bean cakes or chunks;<sup>454\*</sup>
  - (fc) meat-free vegetable burgers and vegetable sausages of HS code 2106.90.40;<sup>455\*</sup>
  - (fd) tea;<sup>456\*</sup>
  - (fe) honey;<sup>457\*</sup>
  - (ff) spices;<sup>458\*</sup>
  - (fg) dumplings made up of meat, fish, chicken, molluscs, crustaceans, vegetables or milk to be consumed boiled or steamed;<sup>459\*</sup>

- (g) fertilisers;
  - (ga) vegetable seeds, fruit and flower seeds, bulbs and plants used for sowing or planting;<sup>460\*</sup>
  - (gb) seedling trays of H.S. Code 3926.90.91;<sup>461\*</sup>
  - (gc) plant pots of H.S. Code 3926.90.92;<sup>462\*</sup>
  - (gd) agricultural or horticultural sprayers of H.S. Codes 8424.41.00 and 8424.49.00;<sup>463\*</sup>
  - (h) animal feeding stuffs other than prepared pet foods;
  - (i) printed books, booklets, brochures, pamphlets, leaflets and similar printed matter (except directories and reports) of heading No. 49.01 and atlases of H.S. Code 4905.91.10;<sup>464\*</sup>
  - (j) children's picture, drawing or colouring books of heading No. 49.03;
  - (k) music, printed or in manuscript, whether or not bound or illustrated of heading No. 49.04;
  - (l) Repealed <sup>465\*</sup>
  - (m) Repealed <sup>227\*</sup>
  - (n) common salt produced in Mauritius;<sup>466\*</sup>
  - (o) fish; <sup>467\*</sup>
  - (p) ghee produced in Mauritius;<sup>468\*</sup>
  - (q) Kerosene including kerosene jet type fuel. <sup>469\*</sup>
3. The transport of passengers and goods by sea or air – <sup>470\*</sup>
- (a) from or to Mauritius;
  - (b) from or to the Island of Rodrigues;
  - (c) from or to the Outer Islands; or
  - (d) from a place outside Mauritius to another place outside Mauritius.
4. (a) Any supply of goods made by an operator of a duty free shop situated at the port or airport.
- (b) Any supply of goods made by an operator of a duty free shop situated at a place other than the port or airport, provided that the goods are delivered, under Customs control, to the visitor or departing citizen of Mauritius at the port or airport. <sup>471\*</sup>

5. The supply of goods or services, other than those specified in the First Schedule and in section 21(2) provided that the goods and services so supplied are meant wholly and exclusively for the freeport activities of the licensee whose business premises are located in a freeport zone.<sup>472\*</sup>
6. (a) The supply of services to a person who belongs in a country other than Mauritius and who is outside Mauritius at the time the services are performed.
- (b) The supply of services -<sup>473\*</sup>
- (i)<sup>474\*</sup> by a holder of a management licence under the Financial Services Development Act to –
- (A) corporations holding a Global Business Licence;
- (B) trusts whose settlor and the majority of the beneficiaries are non-residents; or
- (C) foundations whose founder and the majority of the beneficiaries are non-residents; or
- (ii) by a bank holding a banking licence under the Banking Act 2004 in respect of its banking transactions with non-residents and corporations holding a Global Business Licence under the Financial Services Development Act 2001.
- (c) For the purposes of paragraph (a), a person belongs in a country other than Mauritius if that person –
- (i) has no permanent establishment in Mauritius for the carrying on of his business; or
- (ii) has his place of abode outside Mauritius.
- 7 (a) Electricity supplied by the Central Electricity Board and the renting out of a meter, the reconnecting of electricity supply and the carrying out of infrastructure works, by the Board.<sup>475\*</sup>
- (aa) Photovoltaic systems including photovoltaic generators, photovoltaic panels, photovoltaic batteries and photovoltaic inverters.<sup>476\*</sup>
- (b) Water supplied by the Central Water Authority and the renting out of a meter and the carrying out of infrastructure works by the Authority.<sup>477\*</sup>
- (c) Water for irrigation.<sup>478\*</sup>
- (d) Chilled deep sea water used for the provision of air conditioning services.<sup>479\*</sup>
- 8 Goods and services supplied by the Wastewater Management Authority established under Wastewater Management Authority Act 2000.<sup>480\*</sup>

- 9 Aeronautical services provided within an area at the airport, approved by the Director of Civil Aviation in respect of renting of spaces, hangarage and handling of aircrafts by an operator holding an investment certificate under the Investment Promotion Act.<sup>481\*</sup>
10. Dyes, products and preparations, of heading 38.09 and of H.S. Codes 3204.11.00 to 3204.17.00, 3204.19.00 and 3212.90.10.<sup>482\*</sup>
11. Raw hides and skins and leather of headings 41.01 to 41.15.<sup>483\*</sup>
12. Silk, silk yarn and woven fabrics of silk, of headings 50.02 to 50.07.<sup>484\*</sup>
13. Wool and other animal hair, yarn and woven fabrics made of wool or other animal hair, of headings 51.01 to 51.13.<sup>485\*</sup>
14. Cotton sewing thread, yarn and woven fabrics of cotton, of headings 52.04 to 52.12.<sup>486\*</sup>
15. Vegetable fibres, yarn and woven fabrics of vegetable fibres, of headings 53.01 to 53.11.<sup>487\*</sup>
16. Sewing thread, yarn, fabrics of synthetic, artificial or man-made filaments, of headings 54.01 to 54.08.<sup>488\*</sup>
17. Yarn and fabrics of synthetic, artificial or man-made staple fibres, of headings 55.01 to 55.16.<sup>489\*</sup>
18. Wadding and nonwovens, of heading 56.03 and of H.S. Codes 5601.21.10, 5601.22.10, and 5601.29.10.<sup>490\*</sup>
19. Rubber thread and cord, yarn and strip and the like, of headings 56.04, 56.05 and 56.06.<sup>491\*</sup>
20. Fabrics of headings 58.01 to 58.04, 58.06, 58.09, 59.03, 59.06, 60.01 to 60.06 and of H.S. Code 5907.00.10.<sup>492\*</sup>
21. Labels, embroidery in the piece and the like, of headings 58.07, 58.08, 58.10 and 58.11 and of H.S. Code 6307.90.20.<sup>493\*</sup>
22. Buttons, press-fasteners, snap-fasteners and press studs, button moulds and other parts of these articles; button blanks, of heading 96.06.<sup>494\*</sup>
23. Slide fasteners and parts thereof, of heading 96.07.<sup>495\*</sup>
24. Dyeing services.<sup>496\*</sup>
25. Soluble chemicals being potassium nitrate of H.S Code 2834.21.00, mono potassium phosphate of H.S Code of 2835.24.00 and magnesium sulphate of H.S Code 2833.21.00.<sup>497\*</sup>
26. Antibiotics of heading No. 29.41.

27. Pharmaceutical products of heading Nos. 30.01 to 30.06.
28. Construction of semi-industrial fishing vessels during the period from 1 January to 31 December 2012.<sup>498\*</sup>
29. Production of films for export.<sup>499\*</sup>
30. Entrance fee to a new world class aquarium or other new leisure attractions as the Board of Investment may approve and subject to such period and conditions as may be prescribed.
31. Up to 30 June 2020, fees payable for examination of vehicles under the Road Traffic Act.<sup>500\*</sup>
32. CCTV camera systems, including CCTV digital video recorders.
33. (a) Burglar alarm systems and sensors, including patrol and monitoring equipment.<sup>501\*</sup>
  - (b) Services related to –
    - (i) upgrading;
    - (ii) repairs and maintenance;
    - (iii) patrol and monitoring; or
    - (iv) rental,
of burglar alarm systems.
34. Sanitary towels (pads) and tampons.<sup>502\*</sup>
35. Menstrual cups.<sup>503\*</sup>
36. Watch straps, watch bands and watch bracelets of H.S. Codes 9113.20.00 and 9113.90.00 and parts thereof.<sup>504\*</sup>
37. Cooking gas in cylinders of up to 12 kg for domestic use.<sup>505\*</sup>
38. The transport of passengers by public service vehicles (excluding contract buses for transport of tourists and contract cars) and by light rail.<sup>506\*</sup>
39. Protective masks against dust, odours and the like of H.S. Code 6307.90.30.<sup>507\*</sup>
40. Other breathing appliances and gas masks, excluding protective masks having neither mechanical parts nor replaceable filters of H.S. Code 9020.00.00.<sup>508\*</sup>
41. Hand sanitisers of H.S. Code 3808.94.10.<sup>509\*</sup>
42. Medical, hospital and dental services, including clinical laboratory services and services provided in a health institution, nursing care services and residential care services.<sup>510\*</sup>

43. Diagnostic or laboratory reagents of H.S. Codes 3822.11.00, 3822.12.00, 3822.13.00, 3822.19.20 and 3822.19.30.<sup>511\*</sup>
44. Noodles of H.S. Codes 1902.11.10, 1902.19.10 and 1902.30.10.<sup>512\*</sup>
45. Toothpastes of H.S. Code 3306.10.00.<sup>513\*</sup>
46. Toothbrushes of H.S. Codes 9603.21.00 and 8509.80.10.<sup>514\*</sup>
47. Baby wipes of H.S. Codes 3307.90.10, 3401.11.10 and 4818.20.10.<sup>515\*</sup>
48. Napkins (diapers) and napkin liners for babies of H.S. Codes 9619.00.11, 9619.00.12, 9619.00.13 and 9619.00.19.<sup>516\*</sup>
49. Baby powders of H.S. Code 3304.91.10.<sup>517\*</sup>
50. Baby creams of H.S. Code 3304.99.10.<sup>518\*</sup>
- 50A. Baby lotions of H.S. Code 3304.99.20<sup>519\*</sup>
51. Breast pumps of H.S. Codes 8413.20.10 and 8413.50.10.<sup>520\*</sup>
52. Infant feeding bottles of H.S. Codes 3924.90.20, 7013.10.10, 7013.41.10, 7013.42.10 and 7013.49.10.<sup>521\*</sup>
53. Exercise books of H.S. Code 4820.20.00.<sup>522\*</sup>
54. Pencils and crayons of H.S. Codes 9608.40.00 and 9609.10.00.<sup>523\*</sup>
55. Erasers of H.S. Codes 3926.10.10 and 4016.92.00.<sup>524\*</sup>
56. Walking sticks of H.S. Code 6602.00.10.<sup>525\*</sup>
57. Incontinence mattress pads of H.S. Code 9404.90.10.<sup>526\*</sup>
58. Musical instruments, parts and accessories under Chapter 92 of Part I of the First Schedule to the Customs Tariff Act.<sup>527\*</sup>
59. Instruments, appliances and apparatus used in medical, surgical, dental or veterinary sciences under Heading 90.18.<sup>528\*</sup>
60. Medical grade silicone of H.S. Code 3910.00.10.<sup>529\*</sup>
61. Glass-ceramic blocks for dental use of H.S. Code 7020.00.40.<sup>530\*</sup>

For the purpose of this Schedule –

- (a) in items 2(f), (fa) and (o), “fish”, “meat of poultry” and “edible offal of poultry” –<sup>531\*</sup>
  - (i) include food preparations containing more than 20 per cent by weight of fish,

\* Please refer to endnotes at Appendix

sausage meat (including meat of poultry) or an edible offal (including offal of poultry), or any combination thereof; but<sup>532\*</sup>

(ii) do not include caviar and caviar substitutes of heading 16.04 and stuffed products of heading 19.02 or the preparations of heading 21.03 or 21.04;

(b) in item 38 –<sup>533\*</sup>

“contract cars” means a vehicle classified under section 75(1)(d) of the Road Traffic Act;

“public service vehicle” has the same meaning as in the Road Traffic Act;

(c) in item 42 –<sup>534\*</sup>

“health institution” has the same meaning as in the Private Health Institutions Act.

### **SIXTH SCHEDULE**<sup>535\*</sup> (section 15)

#### **Annual turnover of taxable supplies**

6 million rupees<sup>536\*</sup>

### **SEVENTH SCHEDULE**<sup>537\*</sup> (sections 5, 9 and 12)

#### **PART I**

1. Liquified petroleum gas
2. Bars of iron or steel
3. Portland cement

#### **PART II**

1. Motor spirit and gas oils
2. Cigarettes containing tobacco
3. [Mineral waters, aerated waters and soft drinks] **Deleted**
4. [Alcoholic drinks] **Deleted**

**EIGHTH SCHEDULE<sup>538\*</sup>****(Deleted)**

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\* Please refer to endnotes at Appendix



**NINTH SCHEDULE***(section 66)*

	<b>Column 1</b>	<b>Column 2</b>
1.	Disabled persons and the blind.	Appliances and identifiable spare parts (including cells for hearing aids but excluding such articles as spectacles, lenses and contact lenses); spare parts of invalid carriages; reading matter and articles specially designed for the blind.
2.	Benevolent and charitable institutions affiliated with the Mauritius Council of Social Services or receiving a subsidy from Government.	Goods received as donations from abroad and related to their normal activities, not intended for sale.
3.	Any religious body approved by the Director-General. <sup>539*</sup>	Goods (not being articles or materials intended either for the construction, repair or furnishing of buildings used for public worship or for the manufacture of things to be used in connection with public worship) for actual use in connection with public worship.
4.	The International Federation of Red Cross and Red Crescent Societies, the Mauritius Red Cross Society, the St John's Ambulance (Mauritius), Mauritius Scouts Association, Mauritius Girl Guides Association and any other society, association or organisation approved by the Director-General. <sup>540*</sup>	Articles directly related to their normal activities, not intended for sale.
5.	Deleted <sup>541*</sup>	
6.	Airlines.	<p>(1) Instructional material and training aids for use in connection with the technical training of ground and flight personnel in Mauritius;</p> <p>(2) Aircraft spare parts including aircraft engines, repairs, maintenance and servicing equipment for the purpose of establishing and maintaining international or national service operated by that airline;</p> <p>when certified by the Chairman, Managing Director, Manager, or the representative, of the</p>

\* Please refer to endnotes at Appendix

		<p>airline company having an office in Mauritius that the goods are to be used for the purposes mentioned in paragraphs (1) and (2),<sup>542*</sup></p> <p>(3) Fuel and lubricants and other consumable technical supplies contained in the tanks or other receptacles on any aircraft arriving in Mauritius, provided that no quantity of such fuel, lubricants or other consumable technical supplies is unloaded without paying tax except temporarily and under customs control; and fuel, lubricants and other consumable technical supplies taken on board the aircraft for consumption during flight;</p> <p>(4) (a) Printed ticket stock.<sup>543*</sup></p> <p>(b) Airway bill.</p> <p>(c) Printed materials which bear the insignia of airlines printed thereon</p> <p>(d) Uniforms for ground and flight personnel</p> <p>(e) Publicity materials distributed by airlines<sup>544*</sup></p>
7.	Any non-citizen serving in Mauritius under a Bilateral or Multilateral Agreement with the Government of Mauritius.	Any goods imported or purchased ex-bond as may be approved by the Minister.
8.	Deleted <sup>545*</sup>	.
9.	Diplomatic missions and agents.	<p>(a) Rent, telephone and other services.<sup>546*</sup></p> <p>(b) Goods and services acquired from a registered person on presentation of a VAT Exemption Card issued jointly by the Director-General and the Secretary for Foreign Affairs, subject to the conditions specified in the VAT Exemption Card.<sup>547*</sup></p>
10.	<p>Any company engaged wholly and exclusively in –</p> <p>(a) the provision of e-commerce services to persons residing outside Mauritius; or</p>	Services provided by banks and companies other than banks in respect of credit cards or debit cards processed by the company or accepted by the company as payment for the supply of services it provides. <sup>548*</sup>

	(b) the registration and processing in Mauritius of bets placed on overseas sporting events by persons residing outside Mauritius.	
11.	Deleted <sup>549*</sup>	
12.	Any holder of a road service licence for the transport of the general public by bus.	Bus bodies, built on chassis for buses imported under item 51 of the First Schedule, used for the transport of the general public under a road service licence granted by the National Transport Authority. <sup>550*</sup>
13.	Deleted <sup>551*</sup>	
14.	<p>(1) National Housing Development Company Ltd.<sup>552*</sup></p> <p>(2) Housing development trust, or other non-profit vehicle, carrying on the construction of social housing, registered with the National Empowerment Foundation.<sup>553*</sup></p> <p>(3) National Empowerment Foundation<sup>554*</sup></p> <p>(4) New Social Living Development Ltd<sup>555*</sup></p>	<p>Construction of social housing and any improvement or repairs of a capital nature in relation thereto.<sup>556*</sup></p> <p>Construction of social housing.</p> <p>Construction of social housing.</p> <p>Construction of social housing.</p>
15.	Any person engaged in a bio-farming project duly approved by the Food and Agricultural Research and Extension Institute or by the Commission responsible for the subject of agriculture of the Rodrigues Regional Assembly. <sup>557*</sup>	Materials and equipment for the exclusive use of, or in furtherance of, the bio-farming project.
16.	Deleted <sup>558*</sup>	
17.	Deleted <sup>559*</sup>	
18.	Any person, approved by the Minister, engaged in the	Procurement of goods, works, consultancy services or other related services in respect of the

	<p>implementation of a project, funded by a foreign State or a donor organisation to the extent of at least 50 per cent of the estimated project value from –<sup>560*</sup></p> <p>(a) grant; or</p> <p>(b) Concessionary financing, as the Minister may approve.</p>	implementation of the project referred to in Column 1.
19.	Deleted <sup>561*</sup>	
20.	Deleted <sup>562*</sup>	
21.	Deleted <sup>563*</sup>	
22.	Deleted <sup>564*</sup>	
23.	Deleted <sup>565*</sup>	
24.	Deleted <sup>566*</sup>	
25.	Any person who holds an Investment Certificate issued by the Economic Development Board under the Economic Development Board Act <sup>567*</sup>	<p>(1) Construction of a purpose-built building or facility for the activity listed in the Investment Certificate</p> <p>(2) At the time of setting up or expansion, as approved by the Economic Development Board, plant, machinery and equipment (excluding office equipment, furniture and vehicles) for the exclusive use for the activity listed in the Investment Certificate</p>
26.	Any person engaged in the construction of a purpose-built building to be leased exclusively to a person who holds an Investment Certificate issued by the Economic Development Board under the Economic Development Board Act <sup>568*</sup>	Construction of a purpose-built building for lease for the activity listed in the Investment Certificate.
27.	(a) Any person who holds an Investment Certificate issued by the Economic Development Board under the Economic Development Board Act and engaged in the provision of pre-primary, primary, secondary or tertiary education or technical and vocational education and training <sup>569*</sup>	<p>(1) Construction of a purpose-built building or facility for the provision of pre-primary, primary, secondary or tertiary education or technical and vocational education and training<sup>571*</sup></p> <p>(2) At the time of setting up or expansion, as approved by the Economic Development Board –</p> <p>(a) plant, machinery and equipment (excluding office equipment, furniture and</p>

		<p>vehicles; and</p> <p>(b) information technology system and information related materials and equipment for the purpose of online education, for the exclusive use for the provision of pre-primary, primary, secondary or tertiary education or technical and vocational education and training<sup>572*</sup></p> <p>(b) Any person engaged in the construction of a purpose-built building for the provision of pre-primary, primary, secondary or tertiary education or technical and vocational education and training to be leased exclusively to a person engaged in the provision of primary, secondary or tertiary education, who holds an Investment Certificate issued by the Economic Development Board under the Economic Development Board Act<sup>570*</sup></p>
28	Any person operating a museum for motor vehicles and holding an Investment Certificate issued by the Economic Development Board under the Economic Development Board Act <sup>573*</sup>	<p>(1) Construction of a purpose-built building or facility to operate the museum for motor vehicles;</p> <p>(2) Motor vehicles for exhibition in the museum and spare parts to be used exclusively for the motor vehicles;</p> <p>(3) Automobilia for exhibition in the museum,</p> <p>on such terms and conditions as the Director-General may determine</p>
29	Any operator of a lounge at the Sir Seewoosagur Ramgoolam International Airport <sup>574*</sup>	<p>Spirits, wine, ale or beer sold, transferred or removed, as the case may be, from a bonded warehouse, a Customs-approved storeroom, a duty-free shop, a shop operating under the Deferred Duty and Tax Scheme, by a manufacturer of excisable goods or a Freeport operator, provided that the spirits, wine, ale or beer are served to passengers in the lounge.</p> <p>This exemption shall be granted on such terms and conditions as the Director-General may</p>

		determine.
30	Any person, approved by the Minister, engaged in the construction of social housing units under a contract with New Social Living Development Ltd <sup>575*</sup>	Procurement of goods, works, consultancy services or other related services in respect of the construction of the social housing units under a contract with New Social Living Development Ltd. <sup>576*</sup>
31	An event organiser approved by the Economic Development Board in respect of a qualifying event <sup>577*</sup>	<p>Accommodation costs in respect of each visitor incurred during a qualifying event</p> <p>For the purpose of this exemption –  “accommodation costs” –  (a) includes cost of food and beverages; but  (b) does not include cost of alcoholic beverages;</p> <p>“qualifying event” means a business meeting, conference or wedding attended by 50 or more visitors staying for a minimum of 3 nights in a hotel in Mauritius</p>

**TENTH SCHEDULE<sup>578\*</sup>**  
*(sections 15, 19 and 20)*

**PART I**

**Business or profession of –**

1. Accountant and or auditor
2. Advertising agent
3. Adviser including investment adviser and tax adviser
4. Architect<sup>579\*</sup>
5. Attorney and or solicitor
6. Barrister having more than 2 years standing at the Bar
7. Clearing and forwarding agent under the Customs Act
8. Consultant including legal consultant, tax consultant, management consultant and management company other than a holder of a management licence under the Financial Services Development Act 2001<sup>580\*</sup>
9. Customs house broker under the Customs Act
10. Dealer in liquor and alcoholic products (wholesale) under the Excise Act<sup>581\*</sup>
11. Engineer
12. Estate agent
13. Land surveyor
14. Marine surveyor
15. Motor surveyor
16. Notary
17. Optician
18. Project manager
19. Property valuer
20. Quantity surveyor
21. Sworn auctioneer
22. Deleted<sup>582\*</sup>
23. Deleted<sup>583\*</sup>
23. General sales agent of airlines<sup>584\*</sup>
24. Deleted<sup>585\*</sup>
25. Agent in the importation of second-hand motor cars or other motor vehicles<sup>586\*</sup>

## PART II

### Business of –

1. Banking by a company holding a banking Licence under the Banking Act 2004 in respect of its banking transactions other than with non-residents and corporations holding a Global Business Licence under the Financial Services Development Act 2001.<sup>587\*</sup>
2. **Deleted**<sup>588\*</sup>
3. Management services by a holder of a management licence under the Financial Services Development Act 2001<sup>589\*</sup> in respect of services supplied other than those supplied to corporations holding a Category 1 Global Business Licence or a Category 2 Global Business Licence under that Act
4. Services in respect of credit cards issued by companies other than banks to merchants accepting such credit cards as payment for the supply of goods or services.<sup>590\*</sup>
5. **Deleted**<sup>591\*</sup>

**Note:-** For the purposes of item 2(a) of Part II, no adjustment or refund shall be allowed in respect of the period prior to 1 September 2003.<sup>592\*</sup>

## ELEVENTH SCHEDULE<sup>593\*</sup>

*(sections 53B and 53H)*

### Part I – Business

1. Hotel
2. Hotel management
3. Tour operator

### Part II – Rate of levy

0.85 per cent

**[PART III - RATE OF LEVY] Deleted**<sup>594\*</sup>



**TWELFTH SCHEDULE** <sup>595\*</sup>

[Sections 65A and 65C]

**PART I - Equipment and services applicable to a planter, a group of small farmers or an horticulturist** <sup>596\*</sup>

Tractors up to 120 hp, trailers, ploughs, furrowers, tillers, rotovators, blades, buckets, seedlers, harrows and hoes

Manure spreaders and fertiliser distributors

Seeds distributors, seeds trays, sowing machines and transplanters

Harvesting and threshing machinery

Machines for cleaning, sorting or grading seed, grain or dried leguminous vegetables

Machinery for the preparation of fruits, nuts or vegetables

Hand tools including spades, forks, rakes, *sécateurs*

Agricultural and horticultural appliances for spraying liquids or powders

Agricultural plastic crates

Industrial type agro processing equipment

Cooling chamber

Forced air dryers for fruits and vegetables

Heavy-duty high-pressure cleaning equipment (industrial type)

Heavy-duty water pumping equipment (industrial type)

Spare parts for agricultural machinery and equipment

Weed mats

Plastic mulch

Post-harvest equipment

Dryers for agricultural products

Weight scales

Refractometer

Straw and fodder bailers

Tyres used for tractors

Industrial type chill room or cold room

Fil horticole <sup>598\*</sup>

Greenhouse film cover

597\*

Bush cutters

Fencing, including poles

Insect/bird proof nets

PH meters and EC meters

Protective masks

599\*

\* Please refer to endnotes at Appendix

Fertigation pumps	}	<b>600*</b>
Green houses		
Hydroponic filters		
Irrigation equipment		
Shade screens		
Sharlon shades		
Water tanks		

Branch chopper	}	<b>601*</b>
Earth auger		
Fogging machine		
Handy blower		
Irrigation hose		
Land preparation works		
Mini tiller, including blade		
Rental of land leased for agricultural purposes		

Agricultural dehumidifiers	}	<b>602*</b>
Aquaponics test kits		
Dutch buckets/pots system		
Generators		
Greenhouse cooling pads		
Greenhouse fans		
Greenhouse grow lights		
Hydroponic trough systems		
Insect traps		
Mesh bags		
Net cups and pots		
Plant support clips		
Vertical grow towers		

Automatic irrigation controllers	}	<b>603*</b>
Plant support mesh		
UV water filtration systems		

**PART II - Equipment applicable to a pig breeder**

Heavy-duty high-pressure cleaning equipment (industrial type)

Heavy-duty water pumping equipment (industrial type)

Industrial type chill room or cold room <sup>604\*</sup>

Cooling fans

Farrowing crates

Gestation crates

Heat lamps

Hot blasts

Incubators

Nursery crates

Pig drinkers

Pig feeders

605\*

**PART III - Equipment applicable to a breeder other than pig breeder**

Milking machines and milk tanks

Dairy machinery

Incubators, chippers and brooders

Machines for grading eggs

Drenching guns

Bush cutters

Drinkers, feed trough and battery cages

Debeaking machines, vaccinators

Heavy-duty high-pressure cleaning equipment (industrial type)

Heavy-duty water pumping equipment (industrial type)

Industrial type chill room or cold room

Cages	}	606*
Chicken crates		
Coops		
Feed grinders		
Ventilation fans		
Water tanks		
Machinery for preparing animal feed	}	607*
Pregnancy diagnosis kits for cows		
Cooling tanks		608*

#### **PART IV - Equipment applicable to an apiculturist**

Smoking-out apparatus for bee-keeping

Honey extractor <sup>609\*</sup>

#### **PART V - Equipment applicable to a fisherman**

Outboard and inboard motors <sup>610\*</sup>

VHF telecommunications radio

Equipment used in fishing vessels (off lagoon)

Industrial type chill room or cold room

#### **PART VI - EQUIPMENT APPLICABLE TO A BAKER<sup>611\*</sup>**

Dough mixer, dough hopper and pre-portioner, dough divider

Moulding machine, rounding machine, conical rounder machine, shaping machine, dough cutting machine

Depositing machine, for depositing on trays (flat and baguette) with retracting belt

Fermentation room

Industrial ovens used in bakery Flour sifter

Bread slicer

Water dosing machine and water cooler Metal detector machine

Bakery machine of HS codes 8438.10

## **PART VIA – EQUIPMENT APPLICABLE TO A TEA CULTIVATOR <sup>612\*</sup>**

Hand-held plucking shear

Hand-held pruning machine

Motorised tea harvester

## **PART VIB – [Repealed] <sup>613\*</sup>**

## **PART VII – CONDITIONS <sup>614\*</sup>**

The conditions shall be –

1. the applicant or the spouse of the applicant shall be a citizen of Mauritius of 18 years of age or over;
2. the construction of a residential building, house or residential apartment shall be started and completed in the years 2014 to 2024 and in the period of 6 months ending 30 June 2025 <sup>615\*</sup>;
3. Deleted; <sup>616\*</sup>
4. Deleted; <sup>617\*</sup>
5. Deleted; <sup>618\*</sup>
- 5A. The floor area of the residential building, or house or apartment in accordance with the approved Building and Land Use Permit issued under the Local Government Act shall not exceed 1,800 square feet. <sup>619\*</sup>
- 5B. The cost of construction of the residential building or house or the purchase price of the residential apartment shall not exceed 3 million rupees. <sup>620\*</sup>
6. the annual net income for income tax purposes of the applicant and that of his spouse shall not, in the aggregate, exceed one million rupees; <sup>621\*</sup>
7. the applicant or his spouse shall be the owner or co-owners of the residential building, house or residential apartment; and <sup>622\*</sup>
8. any refund of VAT to the applicant and his spouse shall not, in the aggregate, exceed 300,000 rupees. <sup>623\*</sup>
- 8A. The refund is applicable on the construction or acquisition of a first residence only. <sup>624\*</sup>

9. No refund shall be made in relation to an immovable property - <sup>625\*</sup>
- (a) situated on Pas Geometriques;
  - (b) acquired under -
    - (i) the Investment Promotion (Real Estate Development Scheme) Regulations 2007;
    - (ii) the Investment Promotion (Property Development Scheme) Regulations 2015; or
    - (iii) the Investment Promotion (Invest Hotel Scheme) Regulations 2015; or
  - (c) situated in a Smart City under the Investment Promotion (Smart City Scheme) Regulations 2015.

**THIRTEENTH SCHEDULE [Section 27C(1)] <sup>626\*</sup>**

	<b>Goods and services</b>	<b>Rate of deduction (%)</b>
1.	Goods and services procured under a single contract and where the payment, exclusive of VAT, exceeds 300,000 rupees	40
2.	Goods procured under a contract and where the payment, exclusive of VAT, exceeds 100,000 rupees	30
3.	Services procured under a contract and where the payment, exclusive of VAT, exceeds 30,000 rupees	60

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***Note: The electronic version of the enactments is for information purposes only.  
The authoritative version is the printed version.***

## APPENDIX I

### *Endnotes*

- 
- <sup>1</sup> MRA Act 2004 – Section 7 deleted.  
VAT Act 1998 :-  
**7. Commissioner for Value Added Tax**
- <sup>2</sup> FA 2006 – Section 15A added w.e.f 01.10.06.
- <sup>3</sup> FA 2022- Sections 20A and 20B repealed w.e.f 2 August 2022.
- <sup>4</sup> FA 15/2006 – Section 26 deleted and replaced w.e.f 01.07.06.  
VAT Act 1998 :-  
**26. Surcharge for non-submission of return by due date**
- <sup>5</sup> FA 15/2006 – Section 26A added w.e.f 01.07.06.
- <sup>6</sup> FA 15/2006 – Section 27A added w.e.f 01.07.06.
- <sup>7</sup> FA 28/2004 - Section 32A added w.e.f 26.08.04.
- <sup>8</sup> FA 15/2006 – Section 34A added w.e.f 01.07.06.
- <sup>9</sup> FA 25/2000 - Section 36A added w.e.f 11.08.00.
- <sup>10</sup> FA 23/2001 – Heading of PART VIII amended w.e.f 20.02.03.  
VAT Act 1998 :- **ASSESSMENTS, OBJECTIONS AND APPEALS**
- <sup>11</sup> MRA Act 2004 - Director-General replacing Commissioner.  
VAT Act 1998 :- *Commissioner may make assessments.*
- <sup>12</sup> FA 15/2006 – Section 37A added w.e.f 01.10 .06.
- <sup>13</sup> MRA Act 2004 - PART IXA Deleted.  
  
FA 23/2001- PART IXA added w.e.f 01.01.2002.  
  
**PART IXA – COMMISSIONER, LARGE TAXPAYER DEPARTMENT**  
**48A. Interpretation of Part IX A**  
**48B. Administration of Value Added Tax enactments by Commissioner, Large Taxpayer Department**
- <sup>14</sup> FA 2007 - The heading of “**PART X - VAT RELATING TO BONDED WAREHOUSES, FREEPORT ZONE, EXPORT PROCESSING ZONES AND DUTY FREE SHOPS**” deleted and replaced. w.e.f 22.08.07.
- <sup>15</sup> FA 15/2006 – Section 51 deleted w.e.f 01.10.06.  
VAT Act 1998:-  
*VAT relating to an export processing zone*
- <sup>16</sup> FA 15/2006 – Section 52 deleted w.e.f 01.10.06.  
*VAT relating to a pioneer status enterprise*
- <sup>17</sup> FA 15/2006 – Section 53 deleted and replaced w.e.f 01.07.06.  
VAT Act 1998:-

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53. *VAT relating to a duty free shop*

- <sup>18</sup> FA 15/2006 – PART XA added w.e.f 01.07.06.
- <sup>19</sup> FA 15/2006 – Section 53A added w.e.f 01.07.06.
- <sup>20</sup> FA 15/2006 – Section 53B added w.e.f 01.07.06.
- <sup>21</sup> FA 15/2006 – Section 53C added w.e.f 01.07.06.
- <sup>22</sup> FA 15/2006 – Section 53D added w.e.f 01.07.06.
- <sup>23</sup> FA 15/2006 – Section 53E added w.e.f 01.07.06.
- <sup>24</sup> FA 15/2006 – Section 53F added w.e.f 01.07.06.
- <sup>25</sup> FA 2007 - Section 53G repealed and replaced w.e.f 22.08.07.  
FA 15/2006 – Section 53G added w.e.f 01.07.06.  
53G *Recovery of levy*
- <sup>26</sup> FA 15/2006 – Section 53H added w.e.f 01.07.06.
- <sup>27</sup> FA 18/1999 - Section 69A added w.e.f 01.09.1999.
- <sup>28</sup> MRA Act 2004 - Definition added..
- <sup>29</sup> FA 2010 – New definition added w.e.f. 24.12.2010.
- <sup>30</sup> FA 2020 – New definition inserted w.e.f 7 August 2020.
- <sup>31</sup> Act No. 19 of 2011(The Excise (Amendment) Act 2011- New definition inserted w.e.f. 13 July 2011.
- <sup>32</sup> MRA Act 2004 – Definition deleted .  
VAT Act 1998 :-  
*"Commissioner" means the Commissioner for Value Added Tax;*
- <sup>33</sup> MRA Act 2004 – Definition deleted .  
FA 23/2001 - Definition added w.e.f 07.08.2001.  
*"Committee" means the Assessment Review Committee set up under section 8E of the Unified Revenue Act 1983*
- <sup>34</sup> MRA Act 2004 – Definition deleted .  
VAT Act 1998 :-  
*"Customs" means the Customs and Excise Department;*
- <sup>35</sup> MRA Act 2004 - Definition added.
- <sup>36</sup> FA 2022 – New definition inserted w.e.f 02 August 2022.
- <sup>37</sup> FA 2019 – New definition inserted w.e.f 25 July 2019.
- <sup>38</sup> FA 15 /2006 – Definition deleted w.e.f 01.10.06.  
VAT Act 1998 :-  
*"export enterprise" has the same meaning as in the Industrial Expansion Act 1993;*
- <sup>39</sup> FA 15 /2006 – Definition deleted w.e.f 01.10.06.



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- VAT Act 1998 :-  
*“export processing zone” has the same meaning as in the Industrial Expansion Act 1993;*
- <sup>40</sup> FA 2022 – New definition inserted w.e.f. 2 August 2022.
- <sup>41</sup> FA 2012 – New definition inserted w.e.f. 1 September 2013 (Proclamation No. 38 of 2013).
- <sup>42</sup> FA 2008 – New definition added - shall be deemed to have come into operation on 7 June 2008.
- <sup>43</sup> FA 14/2005 - Definition added w.e.f. 01.07.05.
- <sup>44</sup> MRA Act 2004 – Definition deleted and replaced.  
VAT Act 1998 :-  
*“officer” means a public officer posted to the VAT Department;*
- <sup>45</sup> FA 2024 – Existing definition replaced by new definition w.e.f. 27 July 2024.
- <sup>46</sup> FA 2011 – New definition inserted w.e.f. 15 December 2011.
- <sup>47</sup> FA 2015 – New definition inserted w.e.f. 14 May 2015.
- <sup>48</sup> FA 2006 – Paragraph (b) Repealed and replaced w.e.f. 01.10.06.  
  
FA 25/2000 – Paragraph (b) amended w.e.f. 07.08.2000.  
*(b) includes any surcharge under section 26 and any penalty under sections 24 (9), 27 and 67; but*  
  
VAT Act 1998:- *includes any surcharge under section 26 and any penalty under sections 27 and 67; but*
- <sup>49</sup> FA 2006 – Definition deleted w.e.f. 01.10.06.  
VAT Act 1998 :-  
*“traveller” has the same meaning as in the Customs Regulations 1989;*
- <sup>50</sup> FA 23/2001 – Definition deleted w.e.f. 07.08.01.  
  
VAT Act 1998:-  
*“Tribunal” means the Tax Appeal Tribunal established under the Tax Appeal Tribunal Act 1984;*
- <sup>51</sup> FA 2011 – FA 2011 – New definition inserted w.e.f. 15 December 2011.
- <sup>52</sup> FA 2006 – Definition Repealed and replaced w.e.f. 01.10.06.  
  
VAT Act 1998 :-  
*“visitor” has the same meaning as in the Customs Regulations 1989.*
- <sup>53</sup> FA 2020 – New subsection (2A) inserted –shall come into operation on 1 October 2020.
- <sup>54</sup> FA 2020 – New subsection (2B) inserted – shall come into operation on 1 October 2020.
- <sup>55</sup> FA 2020 – New subsection (2C) inserted – shall come into operation on 1 October 2020.
- <sup>56</sup> FA 20/2002 – New subsection (4) added w.e.f. 01.10.02; the existing subsection (4) renumbered (5).  
VAT Act 1998: - *Notwithstanding the other provisions of this section, the Minister may, by regulations, make provision with respect to the time at which a supply is to be treated as taking place in cases where it is*
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*a supply of goods or services for a consideration, the whole or part of which, is payable periodically or from time to time, or at the end of any period.*

**57** FA 18/2003 - Subsections (3) (4) and (5) deleted w.e.f 21.07.03.

FA 20/2002 – Subsection (3), (4) and (5) added as follows :

- (3) *Subject to subsection (4), this Act shall apply to –*
  - (a) *any person engaged in any business or profession specified in Part I of the Tenth Schedule as from 1 October 2002;*
  - (b) *any person engaged in any business specified in Part II of the Tenth Schedule as from 10 January 2003.*
- (4) *Section 15(2) (a) (i) shall apply to any person engaged in any business or profession specified in Part I of the Tenth Schedule as from 1 September 2002.*
- (5) *Section 15(2)(a)(ii) shall apply to any person engaged in any business specified in Part II of the Tenth Schedule as from 1 December 2002.*
- (6)

**58** MRA Act 2004 – Section 7 deleted.

VAT Act 1998:-

## **7. Commissioner for Value Added Tax**

*For the due administration of this Act, there shall be a Commissioner for Value Added Tax who shall be a public officer and who shall be assisted by such other officers as may be necessary.*

**59** The Financial Crimes Commission Act 2023, Section 8(2) amended, by deleting the words “Prevention of Corruption Act” and replacing them by the words “Financial Crimes Commission Act 2023”, w.e.f 29 March 2024 (by proclamation).

FA 2021 – Section 8(2) amended, by inserting, after the words “the Prevention of Corruption Act”, the words “, the Economic Development Board Act”, w.e.f 05 August 2021.”

FA 14/2005 - Subsection 8(2) amended w.e.f 21.04.05.

VAT Act 1998:-

*Except for the purposes of administering this Act or any other revenue law or where so authorised to do so by the Minister, no officer shall communicate to any person any matter relating to this Act and any regulations made thereunder.*

**60** MRA Act 2004 - Director-General replacing Commissioner.

**61** FA 2012 – Section 9(5) amended, the words “or CO2 levy” deleted and replaced by the words “, CO2 levy or levy on energy consumption” w.e.f. 1 September 2013 (Proclamation No. 38 of 2013).

Act No. 19 of 2011(The Excise (Amendment) Act 2011- Section 9(5) amended the words “or MID levy” deleted and replaced by the words “, MID levy or CO<sub>2</sub> levy”; w.e.f 13 July 2011.

FA 2008 - Section 9(5) amended by deleting the words “or excise duty” wherever they appear and replacing them by the words “, excise duty or MID levy” shall be deemed to have come into operation on 7 June 2008.

**62** MRA Act 2004 - Director-General replacing Commissioner.

**63** FA 2006 – Subsection (9) Repealed and replaced w.e.f 01.10.06.

FA 20/2002 - Subsection (9) added w.e.f 01.10.02.

*(9) Notwithstanding the other provisions of this section, where any goods specified in the Part II of the Seventh Schedule are supplied at the stage in the chain of distribution*

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*immediately before the retail stage, the supply shall be deemed to have been made at the retail stage and VAT on such supply shall be charged on such value as includes the retail margin.*

<sup>64</sup> FA 2022 – New subsection (10) inserted w.e.f 2 August 2022.

<sup>65</sup> FA 2022 – New subsection (11) inserted w.e.f 2 August 2022.

<sup>66</sup> FA 2018 – New section 9A inserted after section 9, shall come into operation on 1 October 2018.

<sup>67</sup> FA 2022 – New section 9B inserted, shall come into operation on 3 October 2022.

<sup>68</sup> FA 20/2002 - Existing provisions numbered subsection (1) w.e.f 01.07.02.

FA 18/1999 – Existing provisions amended w.e.f 07.09.98.

VAT Act 1998: -

*VAT shall be charged at the rate specified in the Fourth Schedule and shall be charged -*

- (a) *on any taxable supply by reference to the value of the supply as determined under section 12; and*
- (b) *on the importation of any goods, other than those specified in the First Schedule, by reference to the value of the goods as determined under section 13*

<sup>69</sup> FA 20/2002 - Subsection (2) added w.e.f 01.07.02.

<sup>70</sup> FA 20/2002 - Subsection (3) added w.e.f 01.07.02.

<sup>71</sup> FA 20/2002 - Subsection (4) added w.e.f 01.07.02.

<sup>72</sup> FA 2010 – Section 12(1) amended, by inserting the words “and shall be expressed in Mauritius currency”, after the word “section” added w.e.f. 24.12.2010.

<sup>73</sup> FA 2013 – Section 12(2) amended, the words “or such other amount as the Director-General may determine” added w.e.f 21 December 2013.

<sup>74</sup> FA 2020 – Section 12 amended, subsection (3) repealed and replaced w.e.f 7 August 2020.

- (3) *If the supply is for a consideration not consisting or not wholly consisting of money, the value of the supply shall be taken to be the open market value of the supply or such other amount as the Director-General may determine.*

FA 2013 – Section 12(3) amended, the words “or such other amount as the Director-General may determine” added w.e.f 21 December 2013.

<sup>75</sup> FA 20/2002 - Subsection (6) replaced w.e.f 01.10.02.

FA 18/1999 - Subsection (6) added w.e.f 07.09.98 :-

*Where a registered person makes a supply of any of the goods specified in the Seventh Schedule and the supply is made in such quantities as are appropriate to sales by retail, VAT shall be calculated on such value of the supply as excludes the retail margin.*

<sup>76</sup> FA 20/2002 - Subsection (7) added w.e.f 01.10.02.

<sup>77</sup> FA 2008 - Section 13 – amended:

- (i) in paragraph (a) by deleting the word “and”;
- (ii) by adding after paragraph (b), the following paragraph, the full stop at the end of paragraph (b) being deleted and replaced by the words “; and” -

(c) the MID levy.

shall be deemed to have come into operation on 7 June 2008.

**78** Act No. 19 of 2011(The Excise (Amendment) Act 2011- New paragraph added w.e.f 13 July 2011.

**79** FA 2012 – New paragraph (e) added w.e.f. 1 September 2013 (Proclamation No. 38 of 2013).

**80** FA 2020 – Subsection (1) amended, the words “and is not VAT registered” inserted after the words “belong in Mauritius” w.e.f 7 August 2020.

The word “registered” inserted after the words “to a” and “if the” w.e.f 7 August 2020.

Proclamation No. 48 of 2016 – The changes made by the FA 2016 below, shall come into operation on 2 February 2017.

FA 2016 – Subsection (1) amended, the word “registered” deleted wherever it appears - shall come into operation on a date to be fixed by Proclamation.

FA 18/2003 - Subsection (1) amended w.e.f 21.07.03.

VAT Act 1998: -

*Where a person who does not belong in Mauritius makes a supply of services which are performed or utilised in Mauritius, to a registered person, then all the same consequences shall follow under this Act as if the registered person had himself supplied the services in Mauritius and that supply were a taxable supply.*

**81** FA 2020 – Subsection (2) repealed and replaced w.e.f 7 August 2020.

(2) *Where a supply of services is treated as made by a person under subsection (1) and that person is –*

- (a) *a registered person, section 21 shall apply and the registered person may claim the tax on the supply of those services as input tax;*
- (b) *a non-registered person, he shall make a return, in such form and manner as the Director-General may determine, in respect of the month in which the supply is made and pay the tax on the value of services supplied, without any input tax.*

Proclamation No. 48 of 2016 – The changes made by the FA 2016 below, shall come into operation on 2 February 2017.

FA 2016 – Subsection (2) repealed and replaced - shall come into operation on a date to be fixed by Proclamation

- (2) *Where a supply of services which is treated as made by a registered person under subsection (1), then the provisions of section 21 shall apply and the registered person may claim the tax on the supply of those services as input tax.*

**82** FA 2020 –Subsection (6) repealed w.e.f 7 August 2020.

(6) *In this section –  
“a non-registered person” means any person not registered under this Act other than –*

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- (a) *an individual not required to be registered under the Business Registration Act;*
  - (b) *such person as may be prescribed.*

Proclamation No. 48 of 2016 – The changes made by the FA 2016 below, shall come into operation on 2 February 2017.

FA 2016 – New subsections (6) and (7) added shall come into operation on a date to be fixed by Proclamation.

**83** FA 2020 – Subsection (7) repealed w.e.f 7 August 2020.

(7) *Subsection (2)(b) shall not apply to a supply made to an individual other than for the purpose of his business.*

**84** FA 2020 – Part IIIA inserted after Part III – shall come into operation on a date to be fixed by Proclamation.

**85** FA 2006 – Subsection (1) (b) Repealed and replaced w.e.f 01.10.06.

VAT Act 1998 :-

(b) *whose turnover of taxable supplies exceeds or is likely to exceed any of the amounts corresponding to any of the periods, specified in the Sixth Schedule,*

**86** MRA Act 2004 - Director-General replacing Commissioner.

FA 20/2002 – New subsection (2) added; subsection (2)(a)(i) w.e.f 01.09.02 and subsection (2)(a)(ii) w.e.f 01.12.02.

*The existing subsection (2), (3) and (4) renumbered (3), (4) and (5) respectively.*

FA 18/1999 - Subsection (2) added w.e.f 01.09.1999 :-

*Where the turnover of a person is made up exclusively of supplies which are zero-rated, that person shall not be bound to apply for registration under this section.*

The existing subsection (2) and (3) renumbered (3) and (4) respectively.

**88** FA 2006 – Subsection (2) (a) (i) Repealed and replaced w.e.f 01.10.06.

FA 20/2002 –

- (2) (a) *Notwithstanding section 16, every person engaged in –*
- (i) *any business or profession specified in Part I of the Tenth Schedule and whose turnover of taxable supplies does not exceed or is not likely to exceed any of the amounts corresponding to any of the periods specified in the Sixth Schedule; or*

**89** FA 2006 – Subsection (2A) added w.e.f 01.10.06.

**90** FA 2007 - Subsection (3) repealed and replaced by the following subsection w.e.f 22.08.07.

VAT Act 1998 :-

(3) *Where the turnover of a person is made up exclusively of supplies which are zero-rated, that person shall not be bound to apply for registration under this section.*

**91** MRA Act 2004 - Director-General replacing Commissioner.

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- <sup>92</sup> FA 2019 – Section 15(5)(c) amended, the words “are together taken into account, that person would be liable to be registered” have been deleted and replaced by “, upon being aggregated, will exceed the amount specified in the Sixth Schedule”; w.e.f 25 July 2019.
- <sup>93</sup> FA 2019 – Section 15(5)(d) amended, the words “the reduction of the VAT liability or” added, w.e.f 25 July 2019.
- <sup>94</sup> FA 2019 – Section 15 amended, the words “to that person, directing that the persons named therein shall be treated as a single taxable person and that single taxable person, shall be liable” have been deleted and replaced by “directing that person and the other persons referred to in paragraph (b)”, w.e.f 25 July 2019.
- <sup>95</sup> FA 2022 – new Section 15A being added, shall come into operation on 3 October 2022.
- <sup>96</sup> FA 2022 – existing Section 15A being renumbered as Section 15B, shall come into operation on 3 October 2022
- <sup>97</sup> FA 2022 – the existing Section 15A being renumbered as Section 15 B, shall come into operation on 3 October 2022.
- FA 2006 – Section 15A added, w.e.f 01 October 2006.
- <sup>98</sup> MRA Act 2004 - Director-General replacing Commissioner.
- <sup>99</sup> FA 2012 – Paragraph (a) amended, the word “currently” deleted - w.e.f. 22 December 2012.
- (b) he has kept and maintained a proper record of his business for a period of at least one year preceding the year in which the application for registration is made; and
- <sup>100</sup> FA 2012 –Paragraph (b) repealed w.e.f. 22 December 2012.
- <sup>101</sup> MRA Act 2004 - Director-General replacing Commissioner.
- <sup>102</sup> FA 2024 – Existing subsection (3) repealed and replace by new subsection (3) w.e.f 27 July 2024.
- <sup>103</sup> FA 2020 – New section 16A inserted after section 16 – shall come into operation on 2 September 2020.
- <sup>104</sup> MRA Act 2004 - Director-General replacing Commissioner.
- <sup>105</sup> FA 2022 – new paragraph (c) inserted, shall come into operation on 03 October 2022.
- <sup>106</sup> FA 2022 – new paragraph (d) inserted, shall come into operation on 03 October 2022.
- <sup>107</sup> FA 2016 – New section 17A inserted after section 17 - shall be deemed to have come into operation on 1 July 2015.
- <sup>108</sup> MRA Act 2004 - Director-General replacing Commissioner.
- <sup>109</sup> FA 2018 – Section 18(2)(b) amended, the words “specified therein;” deleted and replaced by the words “due, including tax on any capital goods exceeding 100,000 rupees forming part of the assets of the business, other than tax in respect of the goods specified in section 21(2)(b); and” w.e.f 9 August 2018.
- FA 2016 – Subsection (2) amended, paragraph (b) repealed and replaced shall be deemed to have come into operation on 1 July 2015.
- (b) *submit a return and pay all tax due including the tax due on any goods forming part of the assets of the business other than those specified in section 21(2)(b); and*
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FA 2013 – Section 18(2) paragraph (b) amended, the words “other than those specified in section 21(2)(b)” inserted after the words “business” w.e.f 21 December 2013.

FA 2012 – Section 18(2) paragraph (b) amended, the words “other than those specified in section 21(2)(b)” deleted w.e.f. 22 December 2012.

FA 20/2002 – Paragraph (b) amended w.e.f 10 August 2002.

Act 2 /1998 :- *submit a return and pay all tax due including the tax due on any goods forming part of the assets of the business; and*

**110** MRA Act 2004 - Director-General replacing Commissioner.

**111** FA 2016 – New subsection (3) added shall come into operation on 1 October 2016.

**112** FA 2013 – Sections 19(1) amended, the words “on computer” deleted and replaced by the word “electronically” w.e.f 21 December 2013.

**113** FA 2013 – Sections 19(2) amended, the words “on computer” deleted and replaced by the word “electronically” w.e.f 21 December 2013.

**114** FA 18/2003 - Subsection (3) amended w.e.f 21 July 2003.

FA 20/2002 - New subsection (3) added and existing subsection (3) and (4) renumbered (4) and (5) respectively, w.e.f 01 July 2002.

*Subsection (2) (c) shall not apply to the business specified in item 6 (b) (ii) of the Fifth Schedule and items I of the Part II of the Tenth Schedule.*

VAT Act 1998:- *Every record under subsection (1) or (2) shall be kept for a period of at least 5 years after the completion of the transaction to which it relates.*

**115** FA 20/2002 - Existing subsection (3) renumbered subsection (4).

**116** FA 20/2002 - Existing subsection (4) renumbered subsection (5).

**117** FA 2018 – Section 19A repealed w.e.f 9 August 2018.

**19A. Use of electronic fiscal device**

*(1) The Director-General may, for the purpose of this Act, require any person to use an electronic fiscal device to record any matter or transaction which may affect the liability to tax of that person.*

*(2) The electronic fiscal device shall be of such type, description and usage as may be prescribed.*

FA 2015 – New section 19A inserted after section 19 w.e.f 14 May 2015

**118** FA 2011 – Subsection (1) amended, the words “to another registered person” deleted and replaced by the words “to any person” - shall come into operation on 1 October 2012.

**119** FA 2010 – Section 20(2)(b) amended by deleting the words “and his VAT Registration Number” and replacing them by the words “,VAT Registration Number and business registration number” w.e.f. 24.12.2010.

**120** FA 2015 – Paragraph (e) amended, the words “*is inclusive or exclusive of VAT*” deleted and replaced by the words “*is subject to VAT or not*” in so far as it relates to Part VIB shall come into operation on 1 July 2015.

FA 2011 – Subsection (2), paragraphs (e) repealed and replaced shall come into operation on 1 October 2012.

(e) *the value of the supply exclusive of VAT;*

**121** FA 2015 – Paragraph (f) repealed and replaced - in so far as it relates to Part VIB shall come into operation on 1 July 2015.

(f) *where the value of the supply is exclusive of VAT, the amount of VAT chargeable and the rate applied;*

FA 2011 – Subsection (2), paragraphs (f) repealed and replaced shall come into operation on 1 October 2012.

(f) *the amount of VAT chargeable and the rate applied; and*

**122** FA 2024 – New paragraph (fa) inserted after paragraph (f) w.e.f 27 July 2024.

**123** FA 2011 – Subsection (2), paragraphs (g) repealed and replaced shall come into operation on 1 October 2012.

(g) *the name, address and the VAT Registration Number of the purchaser.*

**124** FA 2019 – Section 20(2) amended, new subsection (h) added w.e.f 25 July 2019.

**125** FA 2023- In Section 20, new subsection 2(A) inserted w.e.f. 20 July 2023.

**126** FA 2013 – Sections 20(3) amended, the words “on computer” deleted and replaced by the word “electronically” w.e.f 21 December 2013.

**127** FA 2012 – Section 20 subsection (6) repealed w.e.f. 22 December 2012.

(6) No VAT invoice shall be issued to a person unless, at the time the VAT invoice is issued, that person is registered as a registered person under this Act.

**128** FA 18/2003 - Subsection (7) amended w.e.f 21 July 2003.

FA 20/2002 - Subsection (7) added w.e.f 01 July 2002 :-

*This section shall not apply to the business specified in item 6(b)(ii) of the Fifth Schedule and items I of Part II of the Tenth Schedule.*

**129** FA 2022- The heading of Part VA amended, the words “**ELECTRONIC FISCAL DEVICE AND**” deleted w.e.f 2 August 2022.

FA 2020- The heading of Part VA amended, the words “**AND E-INVOICING SYSTEM**” added w.e.f 7 August 2020.

FA 2018 – New Part VA inserted after Part V w.e.f 9 August 2018.

**130** FA 2022 – Section 20A repealed and replaced - w.e.f 2 August 2022.

Previously:

#### **20A. Use of electronic fiscal device or e-invoicing system**

(1) *The Director-General may, for the purpose of this Act and subject to such conditions as may be prescribed, require any person to use an electronic fiscal device or e-invoicing system to record any matter or transaction which may affect the liability to tax of that person.*

(2) *Repealed*

FA 2020 – Subsection (1) amended, the words “and subject to such conditions as may be prescribed” inserted after the word “Act” w.e.f 7 August 2020.



FA 2020 – Subsection (2) repealed w.e.f 7 August 2020.

Previously:

(2) *The electronic fiscal device or e-invoicing system shall be of such type, description and usage as may be prescribed.*

FA 2020 – The words “or e-invoicing system” inserted after the words “electronic fiscal device”, wherever they appear in Part VA - w.e.f 7 August 2020.

**131** FA 2022 – Section 20B repealed w.e.f 2 August 2022.

Previously

**20B. Penalty for failure to use electronic fiscal device or e-invoicing system**

(1) *Any person who is required to use an electronic fiscal device or e-invoicing system and who fails to do so shall be liable to pay to the Director-General a penalty of 5,000 rupees for every month or part of the month where he fails to do so until he makes use of the electronic fiscal device or e-invoicing system, provided that the total penalty payable shall not exceed 50,000 rupees.*

(2) *Where a person fails to use an electronic fiscal device or e-invoicing system –*

(a) *the Director-General shall claim from the person the penalty referred to in subsection (1); and*

(b) *the penalty shall be payable within a period of 28 days from the date of receipt of the claim from the Director-General.*

**132** FA 2022 –heading of Section 20C amended by deleting the words “electronic fiscal device or and replacing them by the word “the” w.e.f 2 August 2022.

**133** FA 2022 –Section 20C(1) amended by deleting the words “electronic fiscal device or” wherever they appear and replacing them by the word “ the” w.e.f 2 August 2022.

**134** FA 2022 – Subsection (2) repealed w.e.f 2 August 2022.

Previously:

(2) *Where, as a result of misuse or tampering, an electronic fiscal device or e-invoicing system has to be replaced, the person referred to in subsection (1) shall, in addition to the penalty payable to the Director-General under subsection (1), bear the cost of the replacement.*

**135** FA 2022 – heading of Section 20E amended by deleting the words “electronic fiscal device or e-invoicing system” and replacing them by the words “the e-invoicing system”, w.e.f 2 August 2022.

**136** FA 2022 – Section 20E amended by deleting the words “an electronic fiscal device or e-invoicing system” and replacing them by the words “the e-invoicing system”, w.e.f 2 August 2022.

**137** FA 2022 –heading of Section 20F amended by deleting the words “electronic fiscal device or e-invoicing system” and replacing them by the words “the e-invoicing system”, w.e.f 2 August 2022.

**138** FA 2022 –Section 20F amended by deleting the words “an electronic fiscal device or e-invoicing system” wherever they appear and replacing them by the words “the e-invoicing system”; w.e.f 2 August 2022.

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- 139** FA 18/1999 - Paragraph (a) amended w.e.f 01 September 1999.  
Act No. 2 /1998:- *goods or services used or consumed to produce an exempt supply;*
- 140** FA 2018 – Subsection (2)(c) amended, the words “, for own use or consumption” added w.e.f 9 August 2018.
- 141** FA 28/2004 - Paragraph (e) amended w.e.f 01 October 2004.  
FA 18/1999 - Paragraph (e) amended w.e.f 01 September 1999 :-  
*petroleum oils and other oils or preparations of heading No. 27.10 of Part I of the First Schedule to the Customs Tariff Act, except those for resale and except those for resale and except gas oils and fuel oils for use in stationary engines; and boilers; and*
- VAT Act 1998:-  
*petroleum oils and other oils or preparations of heading No. 27.10 of Part I of the First Schedule to the Customs Tariff Act, except gas oils and fuel oils for use in stationary engines; and*
- 142** The Financial Services Act 2007 – Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.
- FA 14/2005 - Paragraph (g) replaced w.e.f 01 July 2005.  
FA 20/2002 – Paragraph (g) added w.e.f 10 January 2003 :- *goods and services used by banks, or services provided by banks, holding a category 1 Banking Licence under the Banking Act*
- 143** Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.
- FA 14/2005 – Paragraph (ga) added w.e.f 01 July 2005.
- 144** FA 18/2003 - Paragraph (h) added w.e.f 01.10.03
- 145** FA 2018 – New subsection (2A) inserted after subsection (2) w.e.f 9 August 2018.
- 146** FA 18/1999 - Subsection (3) replaced by subsection (3) (a), (b) and (c) w.e.f 01 September 1999.  
VAT Act 1998:- *Where goods or services are used partly for taxable supplies and partly for exempt supplies, the credit shall be allowed in such proportion as is specified in the Seventh Schedule.*
- 147** FA 23/2001 - Subsection (3)(b) amended w.e.f 11 August 2001.  
FA 18/1999 :- *Subject to paragraphs (c) where goods or services are used to make both taxable supplies and exempt supplies, the credit in respect of those goods or services shall be allowed in the proportion of the value of taxable supplies to total turnover on the basis of—*
- (i) *in the case of a new business, the estimated figures for the current accounting year; or*  
(ii) *in any other case, the actual figures for the previous accounting year.*
- 148** FA 2008 - Section 21(3)(c) amended by deleting the words “paragraph (b)(i)” and replacing them by the words “paragraph (b)” - shall come into operation on 1 July 2009 in respect of input tax taken in taxable period commencing 1 July 2008 and onwards.
- 149** FA 23/2001- Paragraph (d) added w.e.f 11 August 2001.
- 150** FA 2020 – New Paragraph (da) inserted after paragraph (d) w.e.f 7 August 2020.
- 151** FA 2017 – Section 21(4) amended, the words “which is proved to have become bad and to have been actually written off as a bad debt” added w.e.f 24 July 2017.
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**152** MRA Act 2004 - Director-General replacing Commissioner.

**153** FA 2015 – The figure “24” deleted and replaced by the figure “36” w.e.f. 14 May 2015.

FA 14/2005 - Subsection (6) amended w.e.f 21 April 2005.

FA 20/2002 - Subsection (6) amended w.e.f 01 July 2002:- *Where credit for any input tax has not been taken in the taxable period in which it ought to have been taken, a registered person may take such credit within a period of 24 months of the date the input tax was paid.*

VAT Act 1998:- *Where credit for any input tax has not been taken in the taxable period in which it ought to have been taken, a registered person may take such credit within a period of 12 months of the date the input tax was paid.*

**154** FA 2012 – Section 21(7) paragraph (a) amended, the words “or part of a building” and “or part of that building” inserted after the words “a building” and “that building”, respectively w.e.f. 22 December 2012.

**155** FA 2013 – Subsection (7)(a)(i) and (b)(i) amended, the words “or otherwise transferred” added after the word “sold” w.e.f 21 December 2013.

**156** FA 2013 – Subsection (7)(a)(i) and (b)(i) amended, the words “or otherwise transferred” added after the word “sold” w.e.f 21 December 2013.

FA 2012 – Section 21(7) paragraph (b) amended, the words “or part of the building” inserted after the words “the building” w.e.f. 22 December 2012.

**157** FA 2011 – Section 21 subsection (7) repealed and replaced w.e.f. 15 December 2011.

(7) (a) Where, in respect of a building (including extension and renovation) forming part of the fixed assets of a registered person, a credit for input tax has been taken, and before the end of the nineteenth year following the year it was acquired, that building is sold or otherwise transferred, the registered person shall be liable to pay back to the Director-General, in respect of the remaining portion of that period, the proportionate amount of the credit allowed.

(b) The registered person shall, in his return for the taxable period during which the building has been sold or otherwise transferred, treat the proportionate amount referred to in paragraph (a) as output tax.

FA 2009 -Section 21(7) paragraph (a) amended, the words “that building no longer forms part of his fixed assets” deleted and replaced by the words “that building is sold or otherwise transferred” w.e.f. 30 July 2009.

FA 2009 - Section 21(7) paragraph (b) amended, the words “which the building has ceased to form part of his fixed assets” deleted and replaced by the words “during which the building has been sold or otherwise transferred” w.e.f. 30 July 2009.

**158** FA 2013 –Subsection (7A) repealed and replaced w.e.f 21 December 2013.

*(7A) Subsection (7) shall not apply where a business is transferred as a going concern and involves a transfer of immovable property.*

FA 2011 – New subsection (7A) inserted, after subsection (7) w.e.f. 15 December 2011.

**159** FA 20/2002 - Subsection (8) added w.e.f 01 July 2002.

**160** FA 2007 - Section 21 amended, by inserting immediately after subsection (8), subsections (9) and (10) w.e.f 22 August 2007.

**161** FA 2016 – New subsection (11) added shall come into operation on 01 October 2016.

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- 162** FA 2018 – New subsection (12) added w.e.f 09 August 2018.
- 163** FA 2019 – Section 22(1) amended, the word “electronically” has been added after the word “submit”, w.e.f 25 July 2019.
- 164** FA 2006 – Paragraph (e) repealed and replaced w.e.f 01 July 2006.  
VAT Act 1998 :-  
(e) *such other particulars as may be required in the form of the return.*
- 165** FA 2011 – Section 22 subsection (1) amended, new paragraph (ca) inserted- shall come into operation on 15 January 2012.
- 166** FA 2006 – Paragraph ( f ) added w.e.f 01 July 2006.
- 167** FA 2006 – Subsection (1A) added w.e.f 07 August 2006.
- 168** FA 2006 – Subsection (1B) added w.e.f 07 August 2006.
- 169** FA 2018 – Subsection (1C) repealed and replaced w.e.f 09 August 2018.  
  
(1C) *Where a registered person submits his return electronically, he shall also submit electronically a summary of the value of supplies made to any person, other than a final consumer, in such format as may be determined by the Director-General.*  
  
FA 2011 – New subsection (1C) inserted, after subsection (1B) - shall come into operation on 1 July 2012.
- 170** FA 2006 – Subsection (2) deleted and replaced w.e.f 07 August 2006.  
  
VAT Act 1998 :-  
(2) *Where a registered person submits a return under subsection (1) and –*
- 171** FA 2020 – Section 22(2)(a) amended, the word “electronically” inserted after the word “paid” shall come into operation on 1 September 2020.
- 172** FA 2022 – new section 22A added, shall come into operation on 03 October 2022.
- 173** FA 18/2003 - Existing provision numbered subsection (1) w.e.f 21 July 2003.
- 174** FA 2017 – Subsection (1)(a) amended, the words 5 years deleted and replaced by the words “4 years preceding the last day of the taxable period” w.e.f 24 July 2017.
- 175** FA 2006 – Subsection (1)(b) amended by deleting the words “the appropriate penalty specified in section 27” and replacing them by the words “any interest under section 27A”; shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.  
VAT Act 1998 :-  
(b) *at the same time, pay any tax due in accordance with the statement together with the appropriate penalty specified in section 27.*
- 176** FA 2007 – Subsection (2) repealed and replaced w.e.f 22 July 2007.  
FA 18/2003 - Subsection (2) added w.e.f 21 July 2003.  
(2) *Notwithstanding section 21(5)(a), any registered person may, in the statement under subsection (1), take as a credit against his output tax for the taxable period, the amount of input tax allowable to him during that period provided that the amount of input tax is duly supported by receipts or invoices issued by VAT registered persons and the amount of VAT is separately shown thereon.*
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- 177** FA 2019, Section 24(1) amended, the words “, on capital goods being building or structure, including extension and renovation, plant, machinery or equipment, of a capital nature, the registered person, may, in that return, make a claim to the Director-General for a repayment of the amount of input tax allowable in respect of those capital goods” deleted and replaced – w.e.f 25 July 2019.

Government Notice 128 of 2015 - Derogation by Section 28 (1)(aa) of the **Investment Promotion Act**, w.e.f 18 June 2015, provides as follows:

*1(aa) notwithstanding any other enactment, provide, by regulations, for the terms of any scheme prescribed under this Act, including any obligation on, or a package of fiscal and other incentives to, an investor under that Scheme.*

**Section 22(4)(b) and (c) of PART VIII of the Regulations of the Investment Promotion (Smart City Scheme)** are reproduced below:

**22(4)(b)** A smart city company or smart city developer shall be deemed to be registered for VAT purposes in order to enable it to fully recover VAT paid on buildings and capital goods.

**22(4)(c)** Where the company referred to in subparagraph (a) submits a return under the Value Added Tax Act and the excess amount includes input tax on buildings and capital goods, the company may, in that return, make a claim to the Director-General of the Mauritius Revenue Authority established under the Mauritius Revenue Authority Act for a repayment of the amount of input tax allowable in respect of the buildings and capital goods.

FA 2006 – Subsection (1) amended w.e.f 07 August 2006.  
MRA Act 2004 - Director-General replacing Commissioner.

FA 14/2005 – Subsection (1) amended w.e.f 21 April 2005.

*(1) Where a registered person submits a return under section 22 and the excess amount includes input tax amounting to more than 150,000 rupees or such other amount as may be prescribed, on capital goods being building or structure (including extension and renovation), plant, machinery or equipment, of a capital nature, the registered person may, in that return, make a claim to the Director-General for a repayment of the amount of input tax allowable in respect of those capital goods.*

FA 23/2001 - Subsection (1) amended w.e.f 07.08.2001:- *Where a registered person submits a return under section 22 and the excess amount includes input tax amounting to more than 150,000 rupees or such other amount as may be prescribed, on capital goods being building (including extension and renovation), plant, machinery or equipment, of a capital nature, the registered person may, in that return, make a claim to the Commissioner for a repayment of the amount of input tax allowable in respect of those capital goods.*

VAT Act 1998:- *Where a registered person submits a return under section 22 and the excess amount includes input tax paid and amounting to more than 150,000 rupees or such other amount as may be prescribed, on capital goods being building (including extension and renovation), plant, machinery or equipment, of a capital nature, the registered person may, in that return, make a claim to the Commissioner for a repayment of the amount of input tax allowable in respect of those capital goods.*

- 178** FA 2013 – New subsection (1A) inserted after subsection (1) w.e.f 21 December 2013.

- 179** MRA Act 2004 - Director-General replacing Commissioner.

FA 23/2001 – Subsection (2) amended w.e.f 11 August 2001.

FA 18/1999 - Subsection (2) amended w.e.f 01.09.99 :- *Subject to subsections (3) and (4), where, in respect of a taxable period, a return shows an excess amount, the registered person may, in that return, make a claim to the Commissioner for repayment, in addition to any amount repayable under subsection (1), of that*

*part of the excess amount which corresponds to the proportion of the value of zero-rated supplies to the total value of taxable supplies in that taxable period, provided that the amount of tax claimed has duly been paid by that person.*

VAT Act 1998 :- *Subject to subsections (3) and (4), where, in respect of a taxable period, a return shows an excess amount, the registered person may, in that return, make a claim to the Commissioner for repayment, in addition to any amount repayable under subsection (1), of that part of the excess amount which corresponds to the proportion of the value of zero-rated supplies to the total value of taxable supplies in that taxable period, provided that the amount of tax claimed has duly been paid by that person.*

**180** MRA Act 2004 - Director-General replacing Commissioner.

FA 23/2001 – Paragraph (a) amended w.e.f 11 August 2001.

FA 18/1999 – Paragraph (a) amended w.e.f 01 September 1999 :- *Where a return shows an excess amount and the registered person is mainly engaged in making zero-rated supplies; he may, in that return, make a claim to the Commissioner for a repayment of the whole or part of the excess amount, provided that the amount claimed has duly been paid by that person;*

VAT Act 1998 :- *Where a return shows an excess amount and the registered person is mainly engaged in making zero-rated supplies; he may, in that return, make a claim to the Commissioner for a repayment of the whole or part of the excess amount, provided that the amount claimed has duly been paid by that person;*

**181** FA 2007 - Section 24(4) amended by inserting immediately after paragraph (a), paragraph (aa) w.e.f 22 August 2007.

**182** FA 2007 - Paragraph (b) amended by deleting the words “paragraph (a)” and replacing them by the words “paragraphs (a) and (aa)”

**183** FA 2015 – Subsection (7) amended, the words “or (7B)” inserted after the words “(7A)”, w.e.f. 14 May 2015.

FA 2012 – Subsection (7) amended, the words “A repayment” deleted and replaced by the words “Subject to subsection (7A), a repayment” w.e.f. 22 December 2012.

**184** FA 2015 – Subsection (7A) amended, the words “, subject to subsection (7B),” inserted after the word “shall” w.e.f. 14 May 2015.

FA 2012 –New subsection (7A) inserted after subsection (7) w.e.f. 22 December 2012.

**185** FA 2015 –New subsection (7B) inserted after subsection (7A) w.e.f. 14 May 2015.

**184** FA 2023 – Section 24(8) amended , the word “ Repo” deleted and replaced by the word “Key” shall be deemed to have come into operation on 16 January 2023.

FA 2015 – Subsection (8) amended, the words “or (7A)” deleted and replaced by the words “, (7A) or (7B)” w.e.f. 14 May 2015.

FA 2013 – Subsection (8) amended , the words “at the prevailing bank rate” deleted and replaced by the words “, free of income tax, at the prevailing Repo rate determined by the Bank of Mauritius” w.e.f 21 December 2013.

FA 2012 – Subsection (8) amended, the words “or (7A)” inserted, after the words “subsection (7)” w.e.f. 22 December 2012.

**187** FA 18/2003 - Subsection (9) amended w.e.f 21 July 2003.

FA 25/2000 – subsection (9) added w.e.f 11 August 2000:-

*Where in respect of a claim for repayment under this section, it is found that an amount has been overclaimed, the registered person shall, subject to subsection (10), be liable to pay to the Commissioner a penalty representing 20 per cent of the amount overclaimed*

Note: Subsection (9), (10), (11) and (12) added by FA 25/2000 w.e.f 11 August 2000.

**188** FA 25/2000 – Subsection (10) added w.e.f 11 August 2000.

**189** MRA Act 2004 - Director-General replacing Commissioner.  
FA 25/2000 – Subsection (11) added w.e.f 11 August 2000.

**190** FA 25/2000 – Subsection (12) added w.e.f 11 August 2000.

**191** MRA Act 2004 - Director-General replacing Commissioner.

**192** MRA Act 2004 - Director-General replacing Commissioner.

**193** FA 2015 – The word “Where” deleted and replaced by the words “Subject to subsection (2), where” w.e.f. 14 May 2015.

FA 2006 – Section 26 Repealed and replaced, shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.

MRA Act 2004 - Director-General replacing Commissioner.

FA 25/2000 - Section 26 amended w.e.f 11 August 2000.

**26. Surcharge for non-submission of return by due date**

*Where, in respect of a taxable period, a registered person fails to submit a return under section 22 on or before the last day on which the return is required to be submitted under that section, he shall be liable to pay to the Commissioner, in addition to any tax which may be payable, a surcharge of -*

(a) 2000 rupees; or

(b) 200 rupees for every day until the return for that taxable period is submitted,

*whichever is the higher, provided that the total surcharge payable shall not exceed 20,000 rupees.*

VAT Act 1998:- *Surcharge for non-submission of return by due date*

*Where, in respect of a taxable period, a registered person fails to submit a return under section 22 on or before the last day on which the return is required to be submitted under that section, he shall be liable to pay to the Commissioner, in addition to any tax which may be payable, a surcharge of -*

(a) 5000 rupees; or

(b) 500 rupees for every day until the return for that taxable period is submitted,

*whichever is the higher.*

**194** FA 2015 – New subsection (2) added w.e.f. 14 May 2015.

**195** FA 2006 – Section (26A) added w.e.f 01 October 2006.

**196** FA 2017 – Section 26A amended, the figure “50,000” deleted and replaced by the figure “100,000” w.e.f 24 July 2017.

**197** FA 2006 – Section ( 27 ) Repealed and replaced shall come into operation on 01 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.

VAT Act 1998:-

*Where a taxable person fails to pay any tax due on or before the last day on which it is payable under section 9, 21(7) or 37, he shall be liable to pay to the Commissioner, in addition to the tax and to any surcharge under section 26, a penalty representing -*

- (a) 10 per cent of the tax excluding the surcharge for the first month or part of the month during which the tax remains unpaid; and*
- (b) 2 per cent of the tax excluding the penalty and the surcharge for each subsequent month or part of the month during which the tax remains unpaid,*  
*up to a maximum of 100 per cent of the tax.*

**198** FA 2022 – Subsection (1) amended by deleting the words “sections 15 A” and replacing them by the words “sections 15B”, shall come into operation on 03 October 2022.

FA 2017 – Section 27(1) amended, the words “or 67” deleted and replaced by the words “, 66(4) or 67” w.e.f 24 July 2017.

FA 2016 – Subsection (1) amended, the figure “5” deleted and replaced by the figure “10” shall come into operation on 01 October 2016.

FA 2015 – Subsection (1) amended, the words “Where” and the figure “26” deleted and replaced by the words “Subject to subsection (3), where” and “26(1)”, respectively w.e.f. 14 May 2015.

**199** FA 2022 – Subsection (2) amended by deleting the words “sections 15 A” and replacing them by the words “sections 15B”, shall come into operation on 03 October 2022.

FA 2015 – Subsection (2) amended, the figure “26” deleted and replaced by the words “26(1)” w.e.f. 14 May 2015.

**200** FA 2022 – Subsection (4) amended by deleting the words “sections 15 A” and replacing them by the words “sections 15B” shall come into operation on 3 October 2022.

**201** FA 2006 – Section (27A) added w.e.f 01 October 2006.

**202** FA 2017 – Section 27A (1)(a) amended, the words “or 21(7)” deleted and replaced by the words “, 21(7) or 66(4)” w.e.f 24 July 2017.

**203** FA 2022 – Subsection (4) amended by deleting the words “section 15A” and replacing them by the words “section 15B”, shall come into operation on 3 October 2022.

FA 2018 – Section 27A (2) amended, the words “20B, 20C,” inserted after the words “15A,” w.e.f 09 August 2018.

**204** FA 2016 – Part VIA repealed shall be deemed to have come into operation on 1 July 2016.

Proclamation No. 10 of 2016 - Part VIA, shall come into operation on 1 July 2016.

FA 2015 – New Parts VIA and VIB inserted after Part VI - In so far as it relates to Part VIA, shall come into operation on a date to be fixed by Proclamation and in so far as it relates to Part VIB, shall come into operation on 1 July 2015.

#### ***PART VIA – PUBLIC SECTOR AGENCY TO DEDUCT AN AMOUNT FROM VAT***

#### ***27B. Interpretation of Part VIA***

*In this Part –*



*“public sector agency” includes a Ministry, a Government department, a local authority, a statutory body and the Rodrigues Regional Assembly;*

## **27C. Obligation of public sector agency**

(1) *Where a public sector agency makes a payment to a registered person, in respect of goods and services specified in the first column of the Thirteenth Schedule, it shall, at the time of payment, deduct from the amount of VAT chargeable on the goods and services an amount representing the appropriate rate of deduction specified in the second column of that Schedule.*

(2) *Where an amount is deducted under subsection (1), the amount so deducted shall be –*

- (a) *considered to have been paid by the registered person as VAT in the month in which the deduction is made;*
- (b) *taken into account by the registered person in his return in respect of the taxable period in which the amount is deducted.*

(3) *Every public sector agency which deducts an amount under subsection (1) shall, not later than 20 days from the end of the month in which the deduction is made, remit to the Director-General the amount so deducted, in such form and manner as the Director-General may determine.*

(4) *Where a public sector agency fails to comply with subsection (3), it shall be liable to pay, in addition to the amount deducted –*

- (a) *a penalty representing 5 per cent of the unpaid amount deducted; and*
- (b) *interest at the rate of 0.5 per cent per month or part of the month during which the amount deducted remains unpaid.*

**205** FA 2022 –Inserting after Part VI , the following new Part – PART VIA- DEDUCTION OF AMOUNT FROM VAT BY PUBLIC SECTOR AGENCY, shall come into operation on a date to be fixed by Proclamation.

**206** FA 2015 –New Part VIB inserted after Part VIA - shall come into operation on 01 July 2015.

**207** FA 2016 – Subsection (2) amended, the words “Sub-part B” deleted and replaced by the words “Sub-part D” w.e.f. 07 September 2016.

**208** MRA Act 2004 - Director-General replacing Commissioner.  
VAT Act 1998 :-

### **PART VII - POWERS OF COMMISSIONER**

**209** FA 2017 – The heading of section 28A amended, the figure “3” deleted and replaced by the figure “4” w.e.f 24 July 2017.

Proclamation No. 10 of 2016 - New section 28A added, shall come into operation on 1 June 2016.

FA 2015 – New section 28A inserted after section 28 shall come into operation on a date to be fixed by Proclamation.

- 210** FA 2021 – Section 28A(1) amended, by deleting the words “unless the Director-General applies ex parte for and obtains the authorisation of the Independent Tax Panel under the Mauritius Revenue Authority Act” and replacing them by the words “unless, in the opinion of the Director-General, the person has —
- (a) demonstrated fraudulent conduct;
  - (b) wilfully neglected to comply with this Act;
  - (c) not submitted a return under section 22; or
  - (d) not submitted a return under section 23.
- w.e.f 05 August 2021
- FA 2017 – Section 28A(1) amended, the figure “3” deleted and replaced by the figure “4” w.e.f 24 July 2017.
- 211** FA 2024 - in subsection (1), the words “in which a return under section 22 or a statement under section 23, as the case may be, is submitted”; inserted after the words “last day of the taxable period”, w.e.f 27 July 2024.
- 212** FA 2021, Section 28A(2) repealed, w.e.f 05 August 2021
- Previously was:
- (2) An authorisation under subsection (1) shall be granted where the Director-General establishes to the satisfaction of the Independent Tax Panel that there is prima facie evidence of fraud or non-submission of a statement under section 23 or a return by a taxable person.*
- FA 2016 – Subsection (2) amended, the words “or non-submission of a statement under section 23 or a return by a taxable person” added w.e.f. 07 September 2016.
- 213** FA 2021, Section 28A(3) repealed, w.e.f 05 August 2021
- Previously was:
- (3) In an application under subsection (1), the Director-General shall specify the period in respect of which he proposes to do the act or thing referred to in subsection (1).*
- 214** FA 2021, Section 29(1) amended by deleting the words “or in writing” and replacing them by the words “, in writing or electronically through such medium as the Director-General may approve” w.e.f 05 August 2021.
- MRA Act 2004 - Director-General replacing Commissioner.
- 215** MRA Act 2004 - Director-General replacing Commissioner.  
FA 23/2001 - Subsection (1) amended w.e.f 11 August 2001.  
VAT Act 1998 :-  
*Notwithstanding the other provisions of this Act , the Commissioner may authorise -*
- (a) an application for registration under Part IV;*
  - (b) a return under section 22 or a statement under section 23;*
  - (c) any payment or repayment of tax under the Act; or*
  - (d) any act or thing which is required to be done under the Act,*
- 216** MRA Act 2004 - Director-General replacing Commissioner.  
FA 23/2001 - Subsection (4) added w.e.f 11 August 2001.
- 217** MRA Act 2004 - Director-General replacing Commissioner.  
FA 23/2001 -Subsection (5) added w.e.f 11 August 2001.

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- 218** MRA Act 2004 - Director-General replacing Commissioner.
- 219** FA 2013 – Section 31(a)(i) amended, the words “on computer” deleted and replaced by the word “electronically” w.e.f 21 December 2013.
- 220** FA 2021, Section 31 amended by adding new paragraph (c), w.e.f 05 August 2021.
- 221** MRA Act 2004 - Director-General replacing Commissioner.
- 222** FA 2013 – Section 32(1)(a) amended, the words “n a computer system” deleted and replaced by the word “electronically” w.e.f 21 December 2013.
- 223** MRA Act 2004 - Director-General replacing Commissioner.
- 224** FA 14/2005 - Subsection (3)(a) amended w.e.f 21 July 2005.
- VAT Act 1998:-
- who carries on any banking business, or the business of dealings in foreign currency, regulated by the Banking Act 1988, the Bank of Mauritius Act, the Foreign Exchange Dealers Act 1995 or any other enactment relating thereto; or*
- 225** The Financial Services Act 2007 - Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.
- 226** MRA Act 2004 - Director-General replacing Commissioner.
- 227** MRA Act 2004 - Director-General replacing Commissioner.  
FA 28/2004 - Section 32A added w.e.f 26 August 2004.
- 228** FA 2024 – In subsection (1) the words “any related transaction took place” deleted and replaced by the words “a return under section 22 or a statement under section 23, as the case may be, is submitted”; w.e.f 27 July 2024.
- 229** MRA Act 2004 - Director-General replacing Commissioner.
- 230** FA 2006 – Section 34A added w.e.f 07 August 2006.
- 231** FA 28/2004 - Paragraph (c) amended w.e.f 26 August 2004.
- VAT Act 1998 :-
- to seize those goods or books, records or other documents where such seizure is necessary for any examination or investigation.*
- 232** FA 28/2004 - Subsection (3) amended by w.e.f 26 August 2004.  
VAT Act 1998:-  
*Any goods, books, records or other documents seized under subsection (1)(c) shall be returned to the person from whom they were seized when no longer required.*
- 233** FA 2018 – Section 36 repealed w.e.f 09 August 2018.
- 36. Proceedings for temporary closing down of business**
- (1) “Where, in respect of a taxable period -

- (a) *a registered person fails to submit a return under section 22 or fails to pay the tax payable under that section on or before the last day on which the return is required to be submitted and payment of tax made; and*
- (b) *the Director-General is of the opinion that tax ought to have been paid by the registered person for that taxable period; or*
- (c) *a taxable person fails to pay any amount of tax assessed or claimed under this Act,*

*the Director-General may notify the person in writing of his intention to close down part or the whole of the business of that person for a temporary period not exceeding 14 days, unless the person complies with the requirement of that section within a period of 7 days of the date of the notice.*

- (2)
  - (a) *Where the registered person fails to comply with the notice issued under subsection (1), the Director-General may make an application under oath, in such form as may be prescribed, to a District Magistrate for an order to close down part or the whole of the business of that person for a period not exceeding 14 days.*
  - (b) *Where an application under oath is made to a Magistrate in the manner specified in paragraph (a), the Magistrate may forthwith grant the application.*
  - (c) *Upon granting an application under paragraph (b), the Magistrate shall issue an order to an Usher, in such form as may be prescribed, to close down the business of the person in accordance with the provisions of this section.*

(3) *Where an Usher executes an order under subsection (2), he shall affix in a conspicuous place on the front of the premises of the business or part of the business which has been closed, a notice duly certified by the Director-General bearing the words "CLOSED TEMPORARILY FOR NOT SUBMITTING VAT RETURN AND NOT PAYING VAT"; or the words "CLOSED TEMPORARILY FOR NOT PAYING VAT", as the case may be.*

(4) *Where an order under subsection (2) has been executed and the registered person complies with the requirements of—*

- (a) *section 22; or*
- (b) *section 22(1) and gives security to the satisfaction of the Director-General for the payment of any tax due,*

*the order shall lapse and the Director-General shall, in writing, notify the registered person accordingly.*

(5) *Any person who, contrary to the order, carries on the business or part of the business concerned or who commits any act in breach of the order under this section, shall commit an offence.*

FA 2011 – section 36(1) amended, by deleting the following words –

*"Where, in respect of a taxable period, a registered person –*

- (a) *fails to submit a return under section 22 or fails to pay the tax payable under that section on or before the last day on which the return is required to be submitted and payment of tax made; and*
- (b) *the Director-General is of the opinion that tax ought to have been paid by the registered person for that taxable period,"*

and replacing them by the following words: w.e.f. 15 December 2011.

<sup>234</sup> MRA Act 2004 - Director-General replacing Commissioner.

FA 25/2000 - Section 36A added w.e.f 11 August 2000.

- 235** FA 23/2001 - Heading of Part VIII amended w.e.f 11 August 2001.  
VAT Act 1998:-

***PART VIII - ASSESSMENTS, OBJECTIONS AND APPEALS***

- 236** MRA Act 2004 - Director-General replacing Commissioner.

VAT Act 1998 :-

**37. Commissioner may make assessments**

FA 14/2005 – Paragraph (b) amended w.e.f 21.07.05.

VAT Act 1998:-

(b) *the Commissioner is not satisfied -*

(i) *with a return submitted under section 22 or a statement under section 23; or*

(ii) *with the adequacy or correctness of the records kept,*

*the Commissioner may, on such information as is available to him, make an assessment of the tax due and payable by that person and give to that person written notice of the assessment.*

- 237** FA 2024 – In subsection (3), the words “the liability to pay tax arose” deleted and replaced by the words “a return under section 22 or a statement under section 23, as the case may be, is submitted”; w.e.f 27 July 2024.

FA 2023- Section 37(3) amended, the words “before” and “preceding” deleted and replaced by the words “beyond” and “following”, respectively, w.e.f. 20 July 2023.

FA 2017 – Section 37(3) amended, the figure “3” deleted and replaced by the figure “4” w.e.f 24 July 2017.

Proclamation No. 10 of 2016 – The amendment made below shall come into operation on 1 June 2016.

FA 2015 – Subsection (3) amended, the words “after 5 years immediately following” deleted and replaced by the words “in respect of a period before 3 years immediately preceding” shall come into operation on a date to be fixed by Proclamation.

- 238** FA 14/2005 - Subsection (4) amended w.e.f 21.04.05.  
VAT Act 1998:- *No assessment under subsection (1) shall be made where the amount of tax does not exceed 250 rupees.*

- 239** FA 2021 – Section 37(5) repealed and replaced, w.e.f 05 August 2021

*Previously was*

*(5) Subsection (3) shall not apply in case of fraud.*

Proclamation No. 10 of 2016 – The amendment made below shall come into operation on 1 June 2016.

FA 2015 – Subsection (5) amended, the words “wilful neglect, evasion or” deleted - shall come into operation on a date to be fixed by Proclamation.

- 240** FA 2018 – Section 37A repealed and replaced w.e.f 09 August 2018.

**37A. Penalty on amount claimed in assessment**

(1) *Where an assessment is made under section 37, the amount of tax claimed in the assessment shall carry a penalty not exceeding 50 percent and such penalty shall be deemed to be part of the tax claimed.*

- (2) *For the purposes of subsection (1), “tax claimed”, in relation to the relevant taxable period -*
- (a) *means the difference between the amount of tax payable in the assessment and tax declared in the return under section 22 or statement under section 23; but*
- (b) *does not include -*
- (i) *any penalty under sections 15A, 24(9), 26, 26A, and 27; and*
- (ii) *any interest under section 27A.*

FA 2006 – Section (37A) added, shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.

**241** FA 2016 – New section 37B inserted after section 37A w.e.f. 07 September 2016.

**242** FA 2018 – New section 37C inserted after section 37B w.e.f. 09 August 2018.

**243** FA 2017 – Subsection (1)(b) amended, the words “or electronically” inserted after the word “post” w.e.f. 24 July 2017.

FA 2010 – Subsection (1) repealed and replaced w.e.f. 24 December 2010.

(1) *Where a person assessed to tax under section 37 is dissatisfied with the assessment, he may, within 28 days of the date of the notice of assessment, in writing, lodge with the Director-General an objection against the assessment.*

**244** FA 2010 – Subsection (2) amended by deleting the words “lodges an objection” and replacing them by the word “objects” w.e.f. 24 December 2010.

**245** FA 2010 – Paragraph (a) amended by deleting the words “state, in his letter of objection, the grounds” and replacing them by the words “specify in the form, in respect of each of the items in the notice of assessment, the detailed grounds” w.e.f. 24 December 2010.

**246** FA 2022 – Section 38 (2)(b)(ii) amended by deleting the words “sections 15A” and replacing them by the word “sections 15B” shall come into operation on 3 October 2022.

**247** FA 2016 – Paragraphs (b) and (c) repealed and replaced w.e.f. 07 September 2016.

*(b) submit, at the time of his objection in respect of each of the taxable periods covered by the assessment, any return required under section 22 or any statement required under section 23;*

FA 2010 – Paragraph (b) amended by deleting the words “the objection is lodged” and replacing them by the words “of his objection” w.e.f. 24 December 2010.

**248** FA 2016 – Paragraphs (b) and (c) repealed and replaced w.e.f. 07 September 2016.

*(c) at the time of his objection, pay any amount of tax specified in the return or statement referred to in paragraph (b) together with any penalty under sections 15A, 24(9), 26, 26A and 27 and any interest under section 27A; and*

FA 2010 – Paragraph (c) amended by inserting, before the words “pay any amount”, the words “at the time of his objection,” w.e.f. 24 December 2010.

FA 2006 – Subsection (2) paragraph (c) repealed and replaced shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.

FA 14/2005:-

*(c) pay any amount of tax specified in the return or statement referred to in paragraph (b) together with any surcharge under section 26 and any penalty under sections 24 (9) and 27; and*

FA 14/2005 – Subsection (2) replaced w.e.f 21 April 2005.

FA 18/2003 - Paragraph (c) amended w.e.f 21 July 2003.

*(c) pay, at the time the objection is lodged, the amount of any tax -*

- (i) specified in the return or statement referred to in paragraph (b); or*
- (ii) referred to in paragraph (a)(ii),*

*together with any surcharge under section 26 and any penalty under sections 24(9) and 27.*

VAT Act 1998 – Subsection (2) :-

*(a) state in his letter of objection, in respect of each of the taxable periods covered by the assessment -*

- (i) the adjustments that are required to be made and the reasons therefor; and*
- (ii) the amount of tax which, in the opinion of the person, is likely to become payable on determination of his objection; and*

*(b) if he is a registered person, submit, at the time the objection is lodged, in respect of each of the taxable periods covered by the assessment, any return required under section 22 or any statement required under section 23; and*

*(c) pay, at the time the objection is lodged, the amount of any tax -*

- (i) specified in the return or statement referred to in paragraph (b); or*
- (ii) referred to in paragraph (a)(ii),*

*together with any surcharge under section 26 and any penalty under section 27.*

**249** FA 2016 – Paragraph (d) repealed w.e.f. 07 September 2016.

*(c) in addition, pay, at the time of his objection, the difference, if any, between 10 per cent of the amount of tax claimed in the notice of assessment and the amount of tax paid under paragraph (c).*

FA 2015 – Section 38(2)(d) amended , the figure “30” deleted and replaced by the figure “10” w.e.f. 14 May 2015.

FA 2010 – Paragraph (d) repealed and replaced w.e.f. 24 December 2010.

*(d) in addition -*

- (i) pay the difference, if any, between 30 per cent of the amount of tax claimed in the notice of assessment and the amount of tax paid under paragraph (c); or*
- (ii) where he satisfies the Director -General on reasonable grounds that he is unable to pay the difference referred to in subparagraph (i), give security by way of bank guarantee on such terms and conditions as the Director -General may determine.*

FA 2008 - Section 38(2) amended by repealing and replacing paragraph (d) w.e.f. 19 July 2008.

- (d) *in addition, pay the difference, if any, between 30 per cent of the amount of tax claimed in the notice of assessment and the amount of tax paid under paragraph (c).*
- 250** FA 2016 – Subsection (2A) amended, the words “(2)(c) and (d)” deleted and replaced by the words “(2)(b) and (c)” w.e.f. 07 September 2016.  
FA 2010 – New subsection (2A) inserted after subsection (2) w.e.f. 24 December 2010.
- 251** FA 2010 – Subsection (3) amended the word “lodging” deleted and replaced by the word “making” w.e.f. 24 December 2010.
- 252** FA 2017 – Subsection (5) amended, the words “or (2A)” inserted after the words “subsection (2)” w.e.f. 24 July 2017.  
  
FA 2010 – Subsection (5) amended the words “, within 28 days of the date of receipt of the letter of objection,” deleted w.e.f. 24 December 2010.  
  
FA 2007 - Section 38(5) amended, by deleting the words “subsection (2)(a) or (b)” and replacing them by the words “subsection (2)” w.e.f. 22.08.07. MRA Act 2004 - Director-General replacing Commissioner.  
  
FA 14/2005 - Subsection (5) replaced w.e.f. 01 July 2005.  
VAT Act 1998:- *Where the Commissioner considers that a person has not complied with the provisions of subsection (2), the objection shall be deemed to have lapsed and the Commissioner shall, within 28 days of the date of receipt of the letter of objection, give notice thereof.*
- 253** FA 2022 –Section 38(6) amended by deleting the words “sections 15A” and replacing them by the words “sections 15B” shall come into operation on 3 October 2022.
- 254** FA 2006 – Subsection (6) amended by deleting the words “any surcharge under section 26 and any penalty section 27” and replacing them by the words “any penalty under sections 15A, 24(9), 26, 26A, 27 and 37A and any interest under section 27A” shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.  
  
FA 14/2005 - Subsection (6) amended w.e.f. 01 July 2005.  
*Where a notice under subsection (4) or (5) is given, the tax specified in the notice of assessment together with any surcharge under section 26 and any penalty under section 27 shall be paid within 28 days of the date of the notice or the excess amount as assessed shall be deemed to be the excess amount to be carried forward, as the case may be.*  
  
VAT Act 1998:- *Where a notice under subsection (4) or (5) is given, the tax specified in the notice of assessment together with any surcharge under section 26 and any penalty under section 27 shall be paid within 28 days of the date of the notice.*
- 255** FA 2022 –new subsection (1A) inserted after subsection (1) shall come into operation on 3 October 2022.
- 256** FA 2022 –Subsection (2A) amended by deleting the words “subsection (1)” and replacing them with the words “subsection (1A), shall come into operation on 3 October 2022.  
  
FA 2017 - New subsection (2A) inserted after subsection (2) w.e.f. 24 July 2017.
- 257** FA 2022 - New subsection (2B) inserted after subsection(2A), shall come into operation on 3 October 2022.
- 258** FA 2022 - Subsection (3) amended by deleting the words “15A” and replacing them by the words “sections 15B” shall come into operation on 3 October 2022.  
  
FA 2017 - Subsection (3) amended, the words “or (2A)” inserted after the words “subsection (2)” w.e.f. 24 July 2017.



FA 2006 – Subsection (3) Repealed and replaced shall come into operation on 1 October 2006 in respect of taxable period commencing 1 October 2006 and in respect of every subsequent taxable period.

FA 14/2005 - Subsection (3) amended w.e.f 21 April 2005.

*(3) Where a notice of determination under subsection (2) is given, the tax specified in the notice together with any surcharge under section 26 and any penalty under section 27 shall be paid within 28 days of the date of the notice or the excess amount as determined shall be carried forward, as the case may be.*

VAT Act 1998:- *Where a notice of determination under subsection (2) is given, the tax specified in the notice together with any surcharge under section 26 and any penalty under section 27 shall be paid within 28 days of the date of the notice.*

- 259** FA 2023 – Section 39(3A) amended, the word “Repo” deleted and replaced by the word “Key” shall be deemed to have come into operation on 16 January 2023.

FA 2013 – Section 39(3A) amended, the words “at the prevailing bank rate” deleted and replaced by the words “, free of income tax, at the prevailing Repo rate determined by the Bank of Mauritius” w.e.f 21 December 2013.

FA 14/2005 - Subsection (3A) added w.e.f 14 April 05.

- 260** FA 2006 – Subsection (4) repealed and replaced w.e.f 07 August 2006.

Act. 2/1998 :-

*(4) A notice of determination under subsection (2), shall be given to the person within 6 months of the date on which the letter of objection is received.*

- 261** FA 2012 –Section 39 amended, subsection (6) repealed and replaced w.e.f. 22 December 2012.

*(6) No objection under section 38 shall be dealt with in any manner whatsoever by an officer who has been directly involved in making the assessment.*

- 262** FA 2017 – Subsection (1)(c) amended, the words “section 38(4) and (5), 39 or 67” deleted and replaced by the words “section 38(4) and (5), 39, 66(4) or 67” w.e.f 24 July 2017.

- 263** MRA Act 2004 - Section 40 amended.

FA 23/2001 - Section 40 amended, shall come into operation on a date to be fixed by Proclamation.

Has come into operation on 20 February 2003 – Proclamation No. 4 of 2003.

#### ***Representations to Assessment Review Committee***

*Any person who is aggrieved by a decision of the Commissioner -*

- (a) as to whether or not a supply of goods or services is a taxable supply;*
- (b) relating to the registration or cancellation of registration of any person;*
- (c) under section 38(4) and (5), 39 or 67,*

*may lodge written representations with the Secretary, Assessment Review Committee, in accordance with section 8E of the Unified Revenue Act 1983.*

VAT Act 1998 :-

#### **40. Appeals**

*Any person who is aggrieved by a decision of the Commissioner -*

- (a) as to whether or not a supply of goods or services is a taxable supply;*
- (b) relating to the registration or cancellation of registration of any person;*

(c) under section 38(4) and (5), 39 or 67,

may appeal to the Tribunal in accordance with the Tax Appeal Tribunal Act 1984.

**264** FA 2017 – New subsection (1A) inserted after subsection (1) w.e.f 24 July 2017.

**265** FA 2015 – Section 40 amended, new subsection (2) added, the existing provision being numbered as subsection (1) – w.e.f. 14 May 2015.

**266** FA 23/2001 - Section 41 amended w.e.f 07 August 2001.

VAT Act 1998 :- *Except in proceedings on appeal before the Tribunal –*

(a) *no assessment under section 37, decision under section 38(4) or (5), determination under section 39, an agreement under section 61 or a notice under section 67, shall be disputed in any court or in any proceedings either on the ground that the person affected is not liable to tax or the amount of tax due and payable is excessive or on any other ground; and*

(b) *every such assessment, decision, determination, agreement or notice, shall be final and conclusive.*

**267** FA 2017 – New subsection (3) added w.e.f 24 July 2017.

**268** FA 2018 – Section 43 repealed and replaced w.e.f 09 August 2018.

**43. Recovery of tax by attachment**

*The Director-General may, without prejudice to any other action which he may take, enforce payment of any tax payable under this Act by attachment in the same manner as is provided in the Attachment (Rates and Taxes) Act.*

**269** FA 2018 – Sections 44 to 48 repealed

**44. Recovery of tax by distress and sale**

(1) *The Director-General may issue a warrant in a form as may be prescribed to an Usher of the Supreme Court to recover tax payable under this Act by distress and sale of the goods, chattels and effects of the person charged or of the person answerable for its payment.*

(2) *Three days' notice of such sale shall be given in the Gazette.*

**270** FA 2018 – Sections 44 to 48 repealed

**45. Inscribed privilege**

(1) *The Government shall have, in respect of any tax payable under this Act and so long as the tax is not paid in full or the tax liability is not discharged, a privilege on all immovable properties belonging to the person by whom the tax is payable.*<sup>270\*</sup>

(2) *Where the Director-General thinks it necessary for securing the recovery of any tax payable under this Act to inscribe the privilege provided for under subsection (1), he shall deposit with the Conservator of Mortgages 2 identical memoranda in a form as may be prescribed and shall forthwith notify the person by whom the tax is payable, of the deposit of the memoranda.*

(3) *The Conservator of Mortgages shall, upon deposit of the memoranda, inscribe the privilege generally on all immovable properties belonging, or which may subsequently belong, to the person by whom the tax is payable, and shall return one of the memoranda to the Director-General with a statement written or stamped on it to the effect that the privilege has duly been inscribed.*

(4) Where a privilege is inscribed under this section, it shall take effect from the date of the inscription.

(5) (a) Where any tax in respect of which an inscription has been taken under this section is paid in full or the tax liability is discharged, the Director-General shall forthwith send to the Conservator of Mortgages a request in a form as may be prescribed to erase the inscription.

(b) The Director-General may send a request to the Conservator of Mortgages to erase the inscription in respect of any property belonging to the debtor where the Director-General is satisfied that the value of the other properties of the debtor is sufficient to secure payment of the amount of tax which has remained unpaid.<sup>270</sup> \*

(6) (a) The inscription of a privilege under this section shall be erased by the Conservator of Mortgages at the request of the Director-General.

(b) Where an inscription of privilege is erased pursuant to paragraph (a), the Director-General shall, within 5 working days of the date of the notification of the erasure by the Conservator of Mortgages, give notice in writing thereof to the person who owed the tax.<sup>270</sup> \*

(7) Any inscription or erasure of inscription which is required to be taken or made under this section shall be free from stamp duty under the Stamp Duty Act 1990 or registration dues leviable under the Registration Duty Act or any other costs.

**271** FA 2018 – Sections 44 to 48 repealed

#### **46. Uninscribed privilege**

(1) Notwithstanding section 45, but subject to subsection (2), the privilege for the recovery of taxes under Articles 2148 and 2152 of the Code Napoleon shall operate on account of tax payable under this Act independently of and without the necessity for inscription, upon -

- (a) personal property wherever found;
- (b) the proceeds of the sale of immovable property; and
- (c) the crops, fruits, rents and revenues,

belonging to the person owing the tax.

(2) The privilege conferred under subsection (1) shall operate only in respect of tax payable for a period of 12 months, at the discretion of the Director-General, and shall rank immediately after the privilege for judicial costs.

**272** FA 2018 – Sections 44 to 48 repealed

#### **47. Contrainte**

(1) Where any tax is payable under this Act, the Director-General may apply to a Judge in Chambers for an order (Contrainte) to issue against the debtor.

(2) Any order issued under subsection (1) shall -

- (a) be served on the debtor; and
- (b) be executory.

(3) Any debtor aggrieved by an order issued under subsection (1) may, within 21 days of the service of the order, appeal to the Supreme Court.

(4) No costs shall be awarded against an unsuccessful party except disbursement for -

- (a) stamp duty under the Stamp Duty Act 1990;
- (b) service of the order; and
- (c) execution of the order.

**273** FA 2018 – Sections 44 to 48 repealed

**48. No limitation of action for recovery of tax**

*No law relating to the limitation of action shall bar or affect any action or remedy for the recovery of tax payable under this Act.*

**274** MRA Act 2004 – PART IXA deleted.

FA 23/2001 - PART IXA replaced w.e.f 01.01.02

PART IXA – COMMISSIONER, LARGE TAXPAYER DEPARTMENT

**48A. Interpretation of Part IXA**

*In this Part –*

*“Commissioner, Large Taxpayer Department” means the Commissioner, Large Taxpayer Department referred to in section 8B of the Unified Revenue Act 1983.*

*“large taxpayer” has the same meaning as in Section 8B of the Unified Revenue Act 1983.*

**48B. Administration of Value Added Tax enactments by Commissioner, Large Taxpayer Department**

*(1) Notwithstanding the other provisions of this Act or any regulations made thereunder, the Commissioner, Large Taxpayer Department shall administer the Value Added Tax enactments in so far as they relate to large taxpayers.*

*(2) Where, according to the records of the Commissioner for Value Added Tax, a person qualifies as a large taxpayer -*

- (a) *the Commissioner for Value Added Tax, shall -*
  - (i) *transfer all accounts, returns, assessments and other documents in respect of that person, to the Commissioner, Large taxpayer Department; and*
  - (ii) *as from the date of transfer under subparagraph (i), cease to administer value added tax in relation to that person; and*
- (b) *the Commissioner, Large Taxpayer Department, shall, as from the date of transfer under subparagraph (a), administer value added tax in respect of that person.*
- (3) *Where, in respect of a period of 12 taxable periods, a person qualifies as a large taxpayer, he shall -*
  - (a) *immediately notify in writing the Commissioner for Value Added Tax of that fact;*
  - (b) *immediately after the end of the twelfth taxable period and thereafter, submit his return and pay the tax due, if any, to the Commissioner, Large Taxpayer Department; and*
  - (c) *discharge all his obligations under the Value Added Tax enactments towards the Commissioner, Large taxpayer Department.*

FA 25/2000 – Section 48A (1) amended w.e.f 11.08.2000 :-

*Notwithstanding sections 22, 26 and 27, where in respect of a taxable period, a person submits a single return for both VAT and PAYE or a return for VAT PAYE to the Commissioner of Inland Revenue under section 8B of the Unified Revenue Act 1983 and pays tax, if any, in accordance with that section, he shall be deemed to have submitted and paid tax, if any, to the Commissioner under this Act for that period*

FA 18/1999 - PART IXA added w.e.f date of proclamation (not proclaimed).

**PART IXA – COMMISSIONER OF INLAND REVENUE****48A. Submission of return and payment of tax**

(1) Notwithstanding sections 22, 26 and 27, where in respect of a taxable period, a person submits a single return for both VAT and PAYE to the Commissioner of Inland Revenue under section 8B of the Unified Revenue Act 1983 and pays tax, if any, in accordance with that section, he shall be deemed to have submitted and paid tax, if any, to the Commissioner under this Act for that period.

(2) For the purposes of this section, “PAYE” has the same meaning as in the Income Tax Act 1995.

**48B. Power to require information and production of books and records**

Without prejudice to section 33(2) of this Act and to sections 7A and 8 of the Unified Revenue Act 1983, where, in respect of a period, the Commissioner of Inland Revenue is satisfied that a person has complied with the requirements of the provisions of section 8C of the unified Revenue Act 1983, that person shall be deemed to have complied with the requirements under section 28, 29, 31 or 32, as the may be, for that period.

- 275** FA 2007 – PART X amended by deleting the heading “PART X - VAT RELATING TO BONDED WAREHOUSES, FREEPORT ZONE, EXPORT PROCESSING ZONES AND DUTY FREE SHOPS” and replacing it by the following heading -

**PART X - VAT RELATING TO BONDED WAREHOUSES, FREEPORT ZONE AND DUTY FREE SHOPS OR SHOPS UNDER THE DEFERRED DUTY AND TAX SCHEME**

- 276** FA 2012 – Section 50 repealed and replaced w.e.f. 22 December 2012.

**50. VAT relating to a freeport zone**

(1) Notwithstanding the other provisions of this Act, no VAT shall be payable on any goods imported into a freeport zone.

(2) Where a licensee in a freeport zone makes any taxable supply to any person in Mauritius at any place outside the freeport zone, the taxable supply shall be deemed to be imported goods and VAT shall be chargeable thereon.

- 277** FA 2006 – Section 51 repealed w.e.f 01 October 2006.  
FA 28/2004 - Subsection (1) amended w.e.f 26 August 2004.

**VAT relating to an export processing zone**

(1) Subject to the other provision of this section, no VAT shall be payable on –

- (a) scheduled equipment and scheduled materials imported into an export processing zone; or
- (b) Any goods removed from an export processing zone by an export enterprise to another export enterprise as if the goods so removed were goods imported by the other export enterprise,

where the export enterprise having imported the goods referred to in paragraph (a) or (b), as the case may be, has not, at any time during the 3 preceding years, removed any goods, other than those specified in the First Schedule, and other than plant, machinery or equipment, of a capital nature, for sale on the local market and has given a certificate to that effect to the Commissioner.

- FA 23/2001 – subsection (1) amended w.e.f 11 August 2001.

(1) Subject to the other provision of this section, no VAT shall be payable on –

- (a) *scheduled equipment and scheduled materials imported into an export processing zone; or*
- (b) *Any goods removed from an export processing zone by an export enterprise to another export enterprise as if the goods so removed were goods imported by the other export enterprise,*

*where the export enterprise having imported the goods referred to in paragraph (a) or (b), as the case may be, has not, at any time during the 3 preceding years, removed any goods, other than those specified in the First Schedule, for sale on the local market and has given a certificate to that effect to the Commissioner.*

FA 18/1999 - section 51 replaced w.e.f 07 September 1998.

***:- VAT relating to an export processing zone***

- (1) *Subject to the other provision of this section, no VAT shall be payable on any goods –*

- (a) *imported into an export processing zone; or*
- (b) *removed from an export processing zone by an export enterprise to another export enterprise as if the goods so removed were goods imported by the other export enterprise, where the export enterprise having imported the goods referred to in paragraph (a) or (b), as the case may be, has not, at any time during the 3 preceding years, removed any goods, other than those specified in the First Schedule, for sale on the local market and has given a certificate to that effect to the Commissioner*

VAT Act 1998 :-

- (1) *Notwithstanding any customs laws, VAT shall be payable -*
  - (a) *on any goods, other than those specified in the First Schedule, imported by an export enterprise;*
  - (b) *on any taxable supply made to an export enterprise; and*
  - (c) *on any supply of goods made by an export enterprise to any person in Mauritius.*

**278** FA 2006 – Section 51 repealed w.e.f 01 October 2006.

FA 28/2004 – paragraph (a) amended w.e.f 26 August 2004.

- (2) *Notwithstanding any customs laws, VAT shall be payable*
  - (a) *as provided in subsection (3) on any goods, other than those specified in the First Schedule, and other than plant, machinery or equipment, of a capital nature for sale on the local market; imported into an export processing zone or received by an export enterprise from another export enterprise in the manner specified in subsection (1), where the export enterprise has, at any time during the 3 preceding years, removed goods, other than those specified in the First Schedule, and other than plant, machinery or equipment, of a capital nature, for sale on the local market;*
  - (b) *on any taxable supply made to an export enterprise;*
  - (c) *on any taxable supply made by an export enterprise to another export enterprise in respect of the treatment or processing of goods received from the other enterprise; and*
  - (d) *on any goods, other than those specified in the First Schedule, which are removed from an export processing zone to any other place in Mauritius as if the goods removed were imported goods.*

FA 18/1999 - subsection (2) replaced w.e.f 07 September 1998.

- (2) *Notwithstanding any customs laws, VAT shall be payable –*

- (a) *as provided in subsection (3) on any goods, other than those specified in the First Schedule, imported into an export processing zone or received by an export enterprise from another export enterprise in the manner specified in subsection (1), where the export enterprise has, at any time during the 3 preceding years, removed goods, other than those specified in the first Schedule, for sale on the local market;*
- (b) *on any taxable supply made to an export enterprise;*
- (c) *on any taxable supply made by an export enterprise to another export enterprise in respect of the treatment or processing of goods received from the other enterprise; and*
- (d) *on any goods, other than those specified in the First Schedule, which are removed from an export processing zone to any other place in Mauritius as if the goods removed were imported goods.*

VAT Act 1998:- *The supply of goods referred to in subsection (1)(c) shall be treated as imported goods.*

**279** FA 2006 – Section 51 repealed w.e.f 01 October 2006.

FA 23/2001 – Paragraph (a) amended w.e.f 11 August 2001.

(3) *Notwithstanding section 10, VAT under subsection (2)(a) shall be*

- (a) *in the case of scheduled equipment and scheduled materials imported by an export enterprise registered under section 15 or 16, payable in an amount equal to 5 per cent of the amount of VAT chargeable on those goods;*
- (b) *in the case of goods imported by an export enterprise which is not registered as a registered person under the Act, charged at the rate specified in the Fourth Schedule.*

FA 18/1999 – Subsection (3) added w.e.f 07 September 1998.

(3) *Notwithstanding section 10, VAT under subsection (2)(a) shall be -*

- (a) *in the case of goods imported by an export enterprise registered under section 15 or 16, payable in an amount equal to 5 per cent of the amount of VAT chargeable on those goods;*
- (b) *in the case of goods imported by an export enterprise which is not registered as a registered person under the Act, charged at the rate specified in the Fourth Schedule*

FA 23/2001 - subsection (4) added w.e.f 11 August 2001.

- (4) *For the purposes of this section –  
“scheduled equipment” has the same meaning as in the Industrial Expansion Act 1993;  
“scheduled materials” has the same meaning as in the Industrial Expansion Act 1993.*

**280** FA 2006 – Section (52) repealed w.e.f 01 October 2006.

VAT Act 1998:-

## **52. VAT relating to a pioneer status enterprise**

*VAT shall be payable -*

- (a) *on any goods, other than those specified in the First Schedule, imported by a pioneer status enterprise under the Industrial Expansion Act 1993;*
- (b) *on any taxable supply made to pioneer status enterprise; and*
- (c) *on any supply of goods or services made by pioneer status enterprise.*

**281** FA 2006 – Section (5) repealed and replaced w.e.f 01 October 2006.

**53. VAT relating to a duty free shop**

(1) *Notwithstanding the other provisions of this Act, no VAT shall be payable -*

- (a) *on any goods imported for sale in a duty free shop;*
- (b) *on any goods supplied by a registered person to a duty free shop for sale; and*
- (c) *on any taxable supply made by an operator of a duty free shop -*
  - (i) *situated at the port or airport;*
  - (ii) *situated elsewhere, where the goods are delivered, under Customs control, to a visitor or traveller at the port or airport.*

(2) *Notwithstanding any customs laws, VAT shall be payable on any supply of goods, other than those specified in the First Schedule, made by an operator of a duty free shop to a visitor when such goods are delivered at the duty free shop to the visitor.*

**282** FA 2007 - Subsection (1) amended by inserting immediately after paragraph (a), paragraph (aa) w.e.f 01 October 2006.

**283** FA 23/2001 – Paragraph (b) replaced w.e.f 11 August 2001.

VAT Act 1998:- *on any taxable supply made to a duty free shop situated at the port or airport; and*

**284** FA 2007 - Subsection (2) repealed and replaced w.e.f 01 October 2006.

FA 2006 – Subsection (2) repealed and replaced w.e.f 01 October 2006.

(2) *No VAT shall be payable on any goods imported for sale in a shop approved under the Deferred Duty and Tax Scheme referred to in section 22 of the Customs Act.*

FA 23/2001 - Subsection (2) replaced w.e.f 11 August 2001.

(2) *Notwithstanding any customs laws, VAT shall be payable on any supply of goods, other than those specified in the First Schedule, made by an operator of a duty free shop to a visitor when such goods are delivered at the duty free shop to the visitor*

VAT Act 1998:- *Notwithstanding any customs laws, VAT shall be payable -*

- (a) *on any taxable supply made to an operator of a duty free shop situated at a place other than the port or airport; and*
- (b) *on any supply of goods, other than those specified in the First Schedule, made by the operator to a visitor when such goods are delivered at the duty free shop to the visitor.*

**285** FA 2006 – PART XA added w.e.f 01 July 2006.

**286** The Additional Stimulus Package (Miscellaneous Provisions) Act 2009 - Section 53B amended, by adding, after subsection (2), subsection (3) - shall be deemed to have come into operation on 1 January 2009.

**287** FA 2015 — Section 53F(b) amended, word “one” deleted and replaced by the figure “0.5” w.e.f. 14 May 2015.

**288** FA 2007 - Section 53G repealed and replaced w.e.f 22 August 2007.



FA 2006 -

**53G. Recovery of Levy**

*The levy shall be recovered in the same manner as VAT is recovered under Part IX.*

**289** FA 2018 – New PART XB inserted - shall come into operation in respect of accounting period ending on or after 1 January 2019 and in respect of every subsequent accounting period.

FA 2015 – Part XB repealed – shall come into operation on 1 July 2015.

**PART XB - LEVY ON MESSAGES**

**53I. Interpretation**

*In this Part -*

**“levy” -**

- (a) *means the levy referred to in section 53J; and*
- (b) *includes any penalty and interest imposed under this Act;*

**“message” means a message sent through MMS or SMS;**

**“MMS” or “Multimedia Messaging Service” means a system that enables the transmission of -**

- (a) *visual communication, voice communication or electronic mail; or*
- (b) *a picture or an animation rich message, including Zlango or other icons, from a fixed or mobile telephone to -*
  - (i) *another fixed or mobile telephone; or*
  - (ii) *an electronic mail address;*

**“operator” -**

- (a) *means a provider of public fixed or mobile telecommunication networks and services; and*
- (b) *includes a provider of information and communication services such as value added services and mobile internet; but*
- (c) *does not include a provider engaged exclusively in the provision of internet services or internet telephony services or international long distance services as referred to in the Information and Communication Technologies Act;*

**“SMS” or “Short Messaging Service” means a system that enables the transmission of short text messages from a fixed or mobile telephone to another fixed or mobile telephone.**

**53J. Liability to levy**

(1) *Subject to subsection (2), every operator shall be liable to pay to the Director-General a levy on the total number of messages it sends during a taxable period, at the rate specified in Part III of the Eleventh Schedule.*

(2) *In calculating the total number of messages for the purpose of subsection (1), every message which is not originally sent by the operator shall not be taken into account.*

(3) *A message is considered not to be originally sent by an operator where –*

- (a) the transmission of the message was initiated by another operator; and*
- (b) the operator referred to in subsection (2) merely delivers the message to the recipient, whether or not the message is actually received.*

**53K. Payment of levy**

*Every operator shall, after the end of every taxable period, within such time as may be prescribed, pay to the Director-General the levy in respect of that taxable period, in such form and manner as may be determined by the Director-General.*

**53L. Late payment of levy**

*Where the operator fails to pay the levy on or before the last day on which it is payable under section 53K, it shall be liable to pay to the Director-General, in addition to the levy -*

- (a) a penalty of 5 per cent of the levy; and*
- (b) interest on the levy, excluding the penalty under paragraph (a), at the rate of one per cent per month or part of the month during which the levy remains unpaid.*

**53M. Assessment and recovery of levy**

*The provisions of Parts V to IX and XI and sections 67 to 71 shall apply to the levy with such modifications, adaptations and exceptions as may be necessary to bring them in conformity with this Part.*

FA 2011 – New Part XB “**PART XB - LEVY ON MESSAGES**” inserted after Part XA- shall come into operation on 15 January 2012.

**290** FA 2019- Section 53I amended, definition of “leviable income” deleted and replaced – shall be deemed to have come into operation in respect of accounting period commencing on or after 2 January 2018 and in respect of every subsequent accounting period.

**Previously was:**

“**leviable income**” means the sum of net interest income and other income from banking transactions with residents, before deduction of expenses;

**291** FA 2019- Section 53I amended, definition of “resident” deleted and replaced – shall be deemed to have come into operation in respect of accounting period commencing on or after 2 January 2018 and in respect of every subsequent accounting period.

**Previously was:**

“**resident**” has the same meaning as in the Income Tax Act;

**292** FA 2019- Section 53I amended, definition of “year of assessment” inserted – shall be deemed to have come into operation in respect of accounting period commencing on or after 2 January 2018 and in respect of every subsequent accounting period.

- 293** FA 2023- In Section 53J, subsection (1) repealed and replaced by a new subsection (1), shall be deemed to have come into operation in respect of the accounting period starting on or after 1 July 2023 and in respect of every subsequent accounting period.

Previously was:

*(1) Subject to the other provisions of this Part, every bank shall be liable to pay to the Director-General a special levy on its leviable income derived in every accounting period at the rate of –*

*(a) 5.5 per cent in the case of a bank having a leviable income of not more than 1.2 billion rupees;*

*(b) 4.5 per cent in the case of a bank having a leviable income of more than 1.2 billion rupees.*

FA 2019- Subsection (1)(b) amended, the words “4 per cent” deleted and replaced by the words “4.5 per cent” – shall be deemed to have come into operation in respect of accounting period commencing on or after 2 January 2018 and in respect of every subsequent accounting period.

- 294** FA 2019- Section 53J amended, new subsection (4) added – shall be deemed to have come into operation in respect of accounting period commencing on or after 2 January 2018 and in respect of every subsequent accounting period.

- 295** FA 2009 - Subsection (2) repealed and replaced w.e.f. 30 July 2009.

VAT Act 1998 :-

*(2) Any person who commits an offence under section 57, 59(b) or (c) shall, on conviction, be liable to a fine which shall be -*

*(a) 100,000 rupees; or*

*(b) double the amount of tax involved,*

*whichever is the higher, and to imprisonment for a term not exceeding 5 years.*

- 296** FA 2009 – Subsection (3) paragraph (a) repealed and replaced w.e.f. 30 July 2009.

VAT Act 1998 :-

*(3) (a) Any person who commits an offence under section 54, 55 or 58 shall, subject to paragraph (b), on conviction, be liable to a fine which shall be -*

*(i) 200,000 rupees; or*

*(ii) treble the amount of tax involved,*

*whichever is the higher, and to imprisonment for a term not exceeding 8 years.*

- 297** FA 2012 – Section 61(1)(a) amended, the words “, with the consent of the Director of Public Prosecutions,” inserted, after the word “may” w.e.f. 22 December 2012.

MRA Act 2004 – Subsection (1) deleted and replaced.

FA 10/1998 - Subsection (1) amended w.e.f 01 July 1999.

# **61. Compounding of offences**

*(1) The Commissioner may, with the concurrence of the Revenue Authority established under the Unified Revenue Act 1983, compound any offence committed by a person under this Act or any regulations*

*made thereunder, where such person agrees in writing to pay such amount acceptable to the Commissioner representing -*

- (a) *any tax unpaid; and*
- (b) *an amount not exceeding the maximum pecuniary penalty imposable under this Act for such offence.*

VAT Act 1998 :-

*(1) The Commissioner may, with the concurrence of the Unified Revenue Board established under the Unified Revenue Act 1983, compound any offence committed by a person under this Act or any regulations made thereunder, where such person agrees in writing to pay such amount acceptable to the Commissioner representing -*

- (a) *any tax unpaid; and*
- (b) *an amount not exceeding the maximum pecuniary penalty imposable under this Act for such offence.*

**298** FA 18/2003 - Paragraph (a) amended w.e.f 21 July 2003.

VAT Act 1998 :-

*submit a return and pay all tax due including the tax due on any goods forming part of the assets of the business; and*

**299** FA 2013 –Section 63(3) repealed and replaced w.e.f 21 December 2013.

*(3) Where a registered person, who ceases to carry on business, sells or otherwise transfers his business as a going concern to another person, he shall not submit a return and pay the tax on the sale or transfer, but the purchaser or transferee of the business shall be deemed to be a taxable person and shall forthwith register as a registered person under section 15.*

FA 2011 – Section 63, subsection (3) amended, the words “as required under subsection (2)(a)” deleted and replaced by the words “on the sale or transfer” w.e.f. 15 December 2011.

**300** FA 2013 – Section 63(4) repealed w.e.f 21 December 2013.

FA 2011 – New subsection (4) inserted - w.e.f. 15 December 2011.

*(4) Where a registered person acquires from another registered person, in the course of a transfer of business as a going concern, immovable property in respect of which credit for input tax claimed on its acquisition by the transferor has not been clawed back and the immovable property is disposed of by the transferee before the end of the nineteenth year following its acquisition by the transferor, the transferee shall be liable to pay back to the Director-General, in respect of the remaining portion of that period, the proportionate amount of credit allowed to the transferor*

**301** FA 2019 – Section 63A reinstated w.e.f 25 July 2019.

FA 2018 – Section 63A repealed w.e.f 09 August 2018.

#### **63A. Tax liability of principal officer of private company**

- (1) *The principal officer of a private company shall -*
  - (a) *be answerable for the doing of all such things as are required to be done by that company under this Act;*
  - (b) *be required to retain out of any money or property of the company, so much as is sufficient to pay VAT which is or will become payable by that company; and*
  - (c) *be personally liable in respect of the VAT payable by that company to the extent of any amount he has or should have retained under paragraph (b).*

- (2) *For the purpose of subsection (1), “principal officer” means the executive director, or any other person who exercises or who is entitled to exercise or who controls or who is entitled to control, the exercise of powers which would fall to be exercised by the Board of directors.*

FA 2011 – New subsection (63A) inserted - w.e.f. 15 December 2011.

**302** FA 2020 – New section 64 inserted after section 63A w.e.f 7 August 2020.

#### [64. *Tax liability of appointed person*] Repealed

FA 2018 – Section 64 repealed w.e.f 09 August 2018.

#### **64. Tax liability of appointed person**

- (1) *Where an administrator, executor, receiver or liquidator is appointed to manage or wind up the business of any taxable person, the appointed person shall -*
- (a) *give notice of the appointment to the Director-General, within 15 days of the date of the appointment, in such manner and in such form as may be approved by the Director-General;*
  - (b) *before disposing of any asset of the taxable person, set aside such sum out of the asset as appears to the Director-General to be sufficient to provide for any tax that is or may become due and payable by the taxable person; and*
  - (c) *do everything that is required to be done by a taxable person under this Act.*
- (2) *Any appointed person who, without reasonable cause or justification, fails to comply with any of the requirements of subsection (1) shall be personally liable to pay any tax that is or may become due and payable and shall commit an offence.*

**303** FA 2013 – Section 65 repealed and replaced w.e.f 21 December 2013.

FA 2012 – Subsection (1) amended paragraphs (b) and (c) repealed and replaced w.e.f. 22 December 2012.

- (b) the goods are found to be defective and are subsequently exported under Customs control; or
- (c) the person subsequently benefits from a duty remission.

MRA Act 2004 - Director-General replacing Commissioner.

FA 28/2004 - Subsection (1) replaced w.e.f 26 August 2004.

VAT Act 1998:- *Any person other than a taxable person may make an application to the Commissioner, in a form approved by him, within 3 years of the date of payment of the tax, for a refund of tax paid in error.*

#### **65. Refund of tax**

- (1) *Any person other than a taxable person may, within 3 years of the date of payment of the tax, make an application to the Director-General, in a form approved by the Director-General, for a refund of tax paid at importation, where -*
- (a) *the tax was paid in error;*
  - (b) *the goods have been damaged, pilfered, lost or destroyed during the voyage;*
  - (c) *the goods have been ordered to be destroyed as being unfit for consumption; or*
  - (d) *the goods are found to be defective, obsolete or not according to specifications and are subsequently exported in accordance with section 23(1A) of the*

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*Customs Act.*

(1A) Any person referred to in subsection (1B), other than a registered person, may, subject to subsections (1C) and (1E), make an application to the Director-General, in such form as may be determined by the Director-General, for a refund of tax paid on equipment specified in the Twelfth Schedule and used for the purposes of his activities.

(1B) Where the refund under subsection (1A) is in respect of equipment specified in-

- (a) Part I of the Twelfth Schedule, the application shall be made by a planter or an horticulturist registered with the Small Farmers Welfare Fund or a co-operative society registered under the Co-operatives Act;
- (b) Part II of the Twelfth Schedule, the application shall be made by a pig breeder registered with the Small Farmers Welfare Fund or a co-operative society registered under the Co-operatives Act;
- (c) Part III of the Twelfth Schedule, the application shall be made by a breeder, other than a pig breeder, registered with the Small Farmers Welfare Fund or a co-operative society registered under the Cooperatives Act;
- (d) Part IV of the Twelfth Schedule, the application shall be made by an apiculturist registered with the Entomology Division of the Ministry responsible for the subject of agro-industry;
- (e) Part V of the Twelfth Schedule, the application shall be made by a fisherman registered with the Fishermen Welfare Fund or a co-operative society registered under the Co-operatives Act; or
- (f) Part VI of the Twelfth Schedule, the application shall be made by a holder of licence of baker issued, other than that issued to a hypermarket or supermarket operating as a classified trade under the Local Government Act 2011, under the Bread (Control of Manufacture and Sale) Regulations 1988.

(1C) An application under subsection (1B) shall -

- (a) be made in respect of VAT paid on equipment imported or purchased from a registered person during the period from 1 January to 31 December 2013; and
- (b) be submitted to the Director-General within 15 days after the end of every quarter, in such form and manner as may be determined by the Director-General.

(1D) On receipt of an application under subsection (1C)(b), the Director-General shall proceed with the refund not later than 15 days from the date of receipt of the application.

- (1E) (a) No application under subsection (1B) shall be made where, for a quarter, the amount refundable is less than 1,000 rupees.
- (b) Where the amount refundable is less than 1,000 rupees for a quarter, the amount may be carried forward to the following quarter.
- (c) No refund shall be made where an application is made more than one year from the date of payment of the tax.

(1F) (a) Where goods, other than motor vehicles, petrol, alcoholic beverages and cigarettes, are purchased from a registered person by a diplomatic mission and an agent approved jointly by the Secretary for Foreign Affairs and the Director-General and the purchase price of the goods, exclusive of VAT, specified in each invoice is not less than 3,000 rupees, the diplomatic mission and agent may make an application to the Director-General for a refund of the VAT paid on those goods.

- (b) Every application for a refund under paragraph (a) shall -
- (i) be made within 30 days after the end of every quarter, in such form and manner as may be determined by the Director-General; and
- (ii) be accompanied by a certified copy of the VAT invoices showing the amount of VAT paid.
- (c) On receipt of an application under paragraph (b), the Director-General shall proceed with the refund not later than 45 days from the date of receipt of the application.
- (2) (a) Subject to subsection (1D), (1E), (1F)(c) or (3), where the Director-General is satisfied that the applicant is entitled to a refund, he shall proceed to make the refund within 3 months of the date of receipt of the application under subsection (1).<sup>303</sup> \*
- (b)<sup>303</sup> \* Where the refund is made after 3 months from the date of receipt of the application under subsection (1), the refund shall carry interest, free of income tax, at the prevailing bank rate.
- (3) No refund of tax which is less than 250 rupees or such other amount as may be prescribed shall be made.

FA 2012 – New paragraph (d) added w.e.f. 22 December 2012.

FA 2011 – Section 65 amended, new subsections (1A) to (1E) inserted - shall come into operation on 1 January 2012.

FA 2012 – Subsection (1B) amended, new paragraph (f) added w.e.f. 22 December 2012.

FA 2012 – Subsection (1C)(a) amended, the figure “2012” deleted and replaced by the figure “2013” w.e.f. 22 December 2012.

FA 2012 – New subsection (1F) inserted w.e.f. 22 December 2012.

FA 2012 – Subsection (2)(a) amended, the words “(1D), (1E), (1F)(c) or” inserted after the words “to subsection” w.e.f. 22 December 2012.

FA 2010 – Section 65(2) amended – the words “within 3 months of the date of receipt of the application under subsection (1)” inserted after the words “make the refund” w.e.f. 24 December 2010.

FA 2010 – Section 65(2) amended by adding new paragraph (b), the existing provision being lettered (a) accordingly – w.e.f. 24 December 2010.

**304** FA 2013 – New sections 65A, 65B, 65C and 65D inserted after section 65 shall come into operation on 01 January 2014.

**305** FA 2018 – Subsection (1) amended, the words “and services” inserted, after the word “equipment” shall be deemed to have come into operation on 15 June 2018.

**306** FA 2018 – Subsection (2) amended, the words “and services” inserted, after the word “equipment” shall be deemed to have come into operation on 15 June 2018.

**307** FA 2022 –Section 65A(2) repealed and replaced, w.e.f 02 August 2022.

Previously

*(a) Part I of the Twelfth Schedule, by a planter or a horticulturist registered with the Small Farmers Welfare Fund under the Small Farmers Welfare Fund Act or a co-operative society registered under the Co-operatives Act;*

- 308** FA 2023- Section 65A (2) amended, in paragraph (e), the words “Fishermen Welfare Fund under the Fishermen Welfare Fund Act” deleted and replaced by the words “Ministry responsible for the subject of fisheries”, shall come into operation on 1 September 2023.
- 309** FA 2019 – Section 65A (2) amended, in paragraph (f), the words “, issued under the Bread (Control of Manufacture and Sale) Regulations 1988” have been deleted w.e.f 25 July 2019.
- 310** FA 2017 – Section 65A(2) amended , new paragraph (g) added, the full stop at the end of paragraph (f) deleted and replaced by the words “; or” and the word “or” at the end of paragraph (e) deleted w.e.f 24 July 2017.
- 311** FA 2023- In Section 65A (2), paragraph (h) repealed and the words “; or” at the end of paragraph (g) being deleted and replaced by a full stop and the word “or” being added at the end of paragraph (f) shall come into operation on 3 November 2023.

Previously was:

*(h) Part VI B of the Twelfth Schedule, by a member of the Mauritius Society of Authors established under the Copyright Act.*

- FA 2018 – New paragraph (h) added, the full stop at the end of paragraph (g) being deleted and replaced by the words “; or” and the word “or” at the end of paragraph (f) being deleted shall be deemed to have come into operation on 15 June 2018.
- 312** FA 2018 – Subsection (3)(a) amended , the words “on services or” inserted after the word “paid” shall be deemed to have come into operation on 15 June 2018.
- 313** FA 2024 – Subsection (3)(c) amended, the words “imported or” deleted w.e.f 27 July 2024.
- 314** FA 2024 – In subsection (3), new paragraph (d) added the full stop at the end of paragraph (c) being deleted and replaced by the words “; and” and the word “and” at the end of paragraph (b) being deleted w.e.f 27 July 2024.
- 315** FA 2013 – New sections 65A, 65B, 65C and 65D inserted after section 65 shall come into operation on 1 January 2014.
- 316** FA 2024 – In subsection (1), the word “goods” deleted wherever it appears and replaced by the words “goods and services” w.e.f 27 July 2024.
- 317** FA 2023- Section 65BA repealed, shall come into operation on 1 October 2023.

Previously was:

*Section 65BA Refund of VAT to event organisers*

- (1) An event organiser registered with the Economic Development Board may make an application for refund of VAT in respect of accommodation costs incurred by visitors attending a qualifying event.*
- (2) An application under subsection (1) shall be –*
- (a) made in such form and manner as the Director-General may determine;*
  - (b) accompanied by a statement from the Economic Development Board certifying –*
    - (i) that the event has taken place;*
    - (ii) that the event has been attended by not less than 50 visitors;*
    - (iii) that each visitor has stayed for at least 3 nights; and*



(iv) *the accommodation costs and the corresponding amount of VAT in respect of each visitor;*

(c) *accompanied by VAT invoices issued under section 20; and*

(d) *made not later than 60 days from the end of the event.*

(3) *On receipt of an application under this section, the Director-General shall proceed with the refund not later than 30 days from the date of receipt of the application.*

(4) *For the purpose of this section –  
“qualifying event” means a business meeting, conference or wedding attended by 50 or more visitors staying for a minimum of 3 nights in a hotel in Mauritius.*

FA 2022 – Subsection (2)(b)(ii) amended by deleting the words “100 visitors” and replacing them by the words “50 visitors” w.e.f 2 August 2022.

FA 2022 – Subsection (4) amended by deleting the words “100 or more visitors” and replacing them by the words “50 or more visitors” w.e.f 2 August 2022.

FA 2019 – New section 65BA inserted after section 65B w.e.f 25 July 2019.

**318** FA 2016 – The heading of section 65C amended, the words “, house” inserted after the word “building” w.e.f. 7 September 2016.

FA 2013 – New sections 65A, 65B, 65C and 65D inserted after section 65 shall come into operation on 1 January 2014.

**319** FA 2018 – Subsection (1) amended, the words “by a building contractor” deleted w.e.f 09 August 2018.

FA 2016 – Subsection (1) amended, the words “or house” inserted after the word “apartment” w.e.f. 07 September 2016.

**320** FA 2016 – Subsection (2)(b)(i) amended, the words “a building contractor” deleted and replaced by the words “the construction of a residential building” w.e.f. 07 September 2016.

FA 2016 – Subsection (2)(b)(ii) amended, the words “a property developer” deleted and replaced by the words “the purchase of a residential apartment or house from a property developer” w.e.f. 07 September 2016.

**321** FA 2016 – Subsection (3)(a) amended, subparagraph (i) deleted and replaced w.e.f. 07 September 2016.

(i) *in the case of the construction of a residential building by a building contractor, not exceed the amount of VAT paid to the building contractor; or*

**322** FA 2016 – Subparagraph (ii) amended, the words “or house” inserted after the word “apartment” w.e.f. 07 September 2016.

**323** FA 2021 – Subsection (3)(b) amended, the figure “500,000” deleted and replaced by the figure “300,000” shall be deemed to have come into operation on 12 June 2021.

FA 2016 – Subsection (3)(b) amended, the figure “300,000” deleted and replaced by the figure “500,000” w.e.f. 07 September 2016.

**324** FA 2018 – Subsection (4)(a) amended, the words “payment of the final amount of VAT to the building contractor or property developer, as the case may be” deleted and replaced by the words “the VAT invoice or receipt” w.e.f 09 August 2018.

- 325** FA 2020 – Section 65C(4)(C) amended, the words “in respect of a final application.” deleted and replaced – shall be deemed to have come into operation on 1 February 2019.
- 326** FA 2022 – Section 65C(5) amended, by deleting the words “30 days from the date of receipt of the application “ and replacing them by the words “ 30 days from the date of receipt of all documents in support of the application for refund” w.e.f 2 August 2022.
- 327** FA 2013 – New sections 65A, 65B, 65C and 65D inserted after section 65 shall come into operation on 01 January 2014.
- 328** FA 2023 – Section 65D(2) amended , the word “ Repo” deleted and replaced by the word “Key”, shall be deemed to have come into operation on 16 January 2023.
- 329** FA 2021 – Section 65E repealed, shall be deemed to have come into operation on 01 July 2021

Previously was:

**65E. <sup>329\*</sup> Contributions to Film Promotion Fund**

*(1) The Director-General shall, as soon as practicable, after the end of every quarter, remit such amount, or such percentage, as may be prescribed, of net value added tax collections in every quarter, into the Film Promotion Fund.*

*(2) In this section –*

*“Film Promotion Fund” means the Film Promotion Fund established under section 28A of the Economic Development Board Act 2017.*

FA 2018 - New section 65E inserted after section 65D w.e.f 09 August 2018.

- 330** FA 18/1999 - Section 66 amended w.e.f 07 September 1998.  
VAT Act 1998:-  
*Any body or person specified in Column 1 of the Ninth Schedule shall be exempted from the payment of VAT in respect of goods corresponding to the body or person specified in Column 2 of that Schedule.*
- 331** FA 2006 – Subsection (2) added (existing provision being numbered subsection (1) w.e.f 07 August 2006.
- 332** FA 2023- Section 66(3)(a) amended- the words “item 11 or 13” deleted and replaced by the words “item 25, 26, 27 or 28”. Items 11, 13, 25, 26 and 27 shall be deemed to have come into operation on 5 August 2021 and item 28 shall be deemed to have come into operation on 2 August 2022.
- 333** FA 2017 – Subsections (3), (4), (5), (6) and (7) added w.e.f 24 July 2017.
- 334** FA 2006 – Subsection (2) repealed and replaced shall come into operation on 1 October 2006 in respect of any erroneous refund, exemption or reduction granted as from 1 October 2006.  
  
VAT Act 1998:-  
*(2) The Commissioner may, by written notice, order the person under subsection (1) to pay the tax which has been erroneously refunded, exempted or reduced.*
- 335** FA 2006 – Subsection (3) repealed and replaced shall come into operation on 1 October 2006 in respect of any erroneous refund, exemption or reduction granted as from 1 October 2006.  
  
VAT Act 1998:-  
*(3) Where a person specified under subsection (1) does not comply with the order of the Commissioner within 28 days of the date of the notice under subsection (2), he shall be liable to pay, in addition to the tax, a penalty representing -*

- 
- (a) 10 per cent of the tax for the first month or part of the month during which the tax remains unpaid; and
- (b) 2 per cent of the tax excluding the penalty for each subsequent month or part of the month during which the tax remains unpaid,
- up to a maximum of 100 per cent of the tax.
- 336** FA 2013 – Section 68(2)(c) amended, the words “through computer or other mechanical or electronic device” deleted and replaced by the words “or through such other electronic or mechanical device” w.e.f. 21 December 2013.
- 337** MRA Act 2004 - Director-General replacing Commissioner.  
FA 18/1999 - Section 69A added w.e.f 01 September 1999.
- 338** FA 2021 – section 69A amended, in subsection (3), by deleting the words “subsection (3A)” and replacing them by the words “subsections (3A) and (3B)”, w.e.f. 5 August 2021;
- FA 2017 – Section 69A(3) amended, the words “subject to subsection (3A),” inserted after the words “shall,” w.e.f 24 July 2017.
- 339** FA 2017 – New subsection (3A) inserted after subsection (3) w.e.f 24 July 2017.
- 340** FA 2021 – section 69A amended, by inserting, after subsection (3A), the new subsections (3A) and (3B), w.e.f 5 August 2021;–
- 341** FA 2021 – section 69A amended, by inserting, after subsection (3A), the new subsections (3A) and (3B)- w.e.f 5 August 2021;–
- 342** FA 2008 - Section 69A added w.e.f. 19 July 2008.
- 343** FA 2006 – Subsection (2) amended by deleting the words “the enactments” and replacing them by the words “this Act” w.e.f 01 July 2006.  
MRA Act 2004 – subsection (2) added, the existing provision being numbered (1) accordingly -
- (2) The prosecution of an offence under any of the sections of the enactments specified in the Fourth Schedule to the Mauritius Revenue Authority Act 2004 shall take place, at the discretion of the Director of Public Prosecutions, before a Judge sitting without a jury, the Intermediate Court or a District Court.*
- URA Act 17/2003(not proclaimed read as this)*
- (2) The prosecution for an offence under the sections of the enactments specified in the Fifth Schedule to the Unified Revenue Act shall take place, at the sole discretion of the Director of Public Prosecutions, before the Revenue Division of the Supreme Court, the Intermediate Court, or the District Court.*
- 344** FA 2022 – Section 72(1)(b)(ii) amended by deleting the words “and the Twelfth Schedule” and replacing them by the words “, the Twelfth Schedule and the Thirteenth Schedule”, shall come into operation on a date to be fixed by Proclamation.
- FA 2011 – Section 72(1)(b)(ii) amended, the words “and the Third Schedule” deleted and replaced by the words “, the Third Schedule and the Twelfth Schedule” w.e.f. 15 December 2011.
- 345** FA 2007 - Subsection (2) repealed and replaced w.e.f 22 August 2007.  
VAT Act 1998 –
- (2) Any regulations made under this section may provide for the levying of fees and charges.*
- 346** FA 2012 – Section 73 repealed and replaced w.e.f. 22 December 2012.
-

(1) Notwithstanding this Act, where a person who applies for VAT registration on or before 31 March 2012 ought to have been registered prior to the date of his registration, he shall submit the statement under section 23 in respect of taxable periods commencing on the date he was required to be registered or 1 January 2010, whichever is the later, and ending on the date immediately preceding the date of his registration.

(2) A person referred to in subsection (1) -

- (a) shall submit the statement required under section 23, by 30 June 2012 at latest;
- (b) may take credit for input tax for the taxable periods in respect of which the statement is submitted; and
- (c) where he cannot substantiate the VAT paid or payable on the taxable supplies made to him during the period prior to registration, shall be allowed to such deemed credit for input tax as may be determined by the Director-General.

(3) A person who makes an application for VAT registration pursuant to subsection (1) shall not be liable to -

- (a) penalty for failure to apply for compulsory registration under section 15A;
- (b) penalty for late payment of tax under section 27; and
- (c) interest on unpaid tax under section 27A, from the date the tax was due to 30 June 2012.

(4) Where, on or before 30 June 2012, a registered person makes a voluntary disclosure of his undeclared or underdeclared VAT liability for taxable periods prior to taxable period commencing on 1 October 2011, he shall, at the same time, pay the VAT at the appropriate rate in force in respect of each taxable period, free from any penalty that may have become due in accordance with this Act and free of interest up to 30 June 2012 under section 27A.

(5) For the purpose of the disclosure under subsection (4), the person shall be entitled to credit for input tax in respect of the period of the disclosure.

(6) Where the VAT disclosed under subsection (4) is not paid by 30 June 2012, any unpaid VAT shall carry interest at the rate of one per cent per month.

(7) Where a person who has been assessed to tax -

- (a) has objected to the assessment under section 38;
- (b) has lodged a representation with the Clerk of the Assessment Review Committee; or
- (c) has made an appeal to the Supreme Court or to the Judicial Committee of the Privy Council, he may apply to the Director-General for the tax assessed to be considered as a voluntary disclosure of undeclared VAT under subsection (4), provided that he withdraws his objection, representation or appeal, as the case may be.

(8) Where a person has made an application under subsection (7), his VAT liability shall be recomputed to take into account the credit for input tax for the period assessed.

(9) The disclosure under subsection (4) shall be made in such form and manner and under such

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conditions as may be determined by the Director-General.

(10) Where a person -

- (a) submits a statement of VAT payable in respect of the period prior to the date of his registration pursuant to subsection (2); or
  - (b) makes a voluntary disclosure of his VAT liability pursuant to subsection (4); and
- the Director-General is satisfied with the statement or disclosure, as the case may be, the person shall be deemed, notwithstanding sections 54 to 61, not to have committed an offence.

(11) Where VAT arrears outstanding as at 31 December 2011 are paid by a person on or before 30 September 2012, any penalty included in the VAT arrears shall be reduced -

- (a) by 100 per cent of penalty charged under sections 15A and 24(9); and
  - (b) by 75 per cent of penalty and interest charged under sections 26, 27 and 27A,
- provided that an application for the reduction is made to the Director-General on or before 30 June 2012.

(12) For the purposes of subsection (11), "VAT arrears" means tax remaining unpaid on submission of a return under section 22, a statement made under section 23 or an assessment made under section 37 but excludes tax and penalties due under a return or statement submitted or an assessment raised after 30 June 2006.

(13) This section shall not apply to any person -

- (a) who has been convicted on or after 1 July 2001 of an offence relating to;
- (b) against whom any civil or criminal proceedings are pending or contemplated in relation to an act of; or
- (c) in relation to whom an enquiry is being conducted into an act of,

trafficking of dangerous drugs, arms trafficking, or an offence related to terrorism under the Prevention of Terrorism Act, money laundering under the Financial Intelligence and Anti-Money Laundering Act or corruption under the Prevention of Corruption Act.

FA 2011 - Section 73 repealed and replaced - in so far as it relates to subsections (4) to (13) of section 73 of the Value Added Tax Act, shall come into operation on 1 January 2012.

(1) Notwithstanding this Act, where a person becomes liable to be registered as a registered person under this Act pursuant to the amendment made to the Sixth Schedule by section 31(y) of the Finance Act 2006, he shall, subject to the other provisions of this section, not later than 15 October 2006, submit to the Director-General, a certified inventory of -

- (a) his trading stocks as at 30 September 2006; and
- (b) capital goods, being plant, machinery or equipment of a capital nature, acquired within a period not exceeding 3 months immediately preceding 1 October 2006,

showing, where applicable, the amount of VAT paid or payable thereon.

(2) Subject to subsection (3) and to section 21(2), where a person has submitted a certified inventory under subsection (1), he may take credit of the VAT paid or payable on his trading stocks and capital goods -

- 
- (a) where his taxable period is a quarter, 50 per cent of the amount of VAT in his return for each of the second and third taxable periods; or
    - (b) where his taxable period is a month, 50 per cent of the amount of VAT in his return for each of the third and sixth taxable periods.
  - (3) No credit under subsection (2) shall be allowed, unless -
    - (a) the inventory referred to in subsection (1) has been submitted;
    - (b) the VAT on the trading stocks was paid or payable within a period not exceeding 3 months immediately preceding 1 October 2006; and
    - (c) the VAT paid or payable is substantiated by receipts or invoices issued by VAT registered persons or by customs import declarations.
  - (4) The person shall, together with the inventory referred to in subsection (1), submit a statement specifying -
    - (a) the amount of VAT which relates to -
      - (i) capital goods, being plant, machinery or equipment of a capital nature; and
      - (ii) other taxable goods used to make taxable supplies;
    - (b) the amount of VAT paid or payable within a period not exceeding 3 months immediately preceding 1 October 2006.
  - (5) The inventory referred to in subsection (1) and the statement referred to in subsection (4) shall be duly certified by a qualified auditor.
  - (6) Any exemption of VAT granted under item 8 of the Ninth Schedule shall lapse on 1 October 2006.

FA 2007 - Section 73 amended, by adding immediately by after subsection (6), subsections (7) to (13) w.e.f 01 July 2007.

- (7) Where a taxable person makes, by 31 December 2007, a voluntary disclosure of his undeclared or underdeclared VAT liability in respect of any taxable period falling within the 5 years ended 30 June 2006, he shall, at the same time, pay VAT in accordance with the disclosure at the appropriate rate in force in respect of each of the taxable periods, together with interest at the rate 0.5 per cent per month as from the date the VAT was due and payable. <sup>346\*</sup>
- (8) Where the VAT and interest under subsection (7) is not paid at the time of the disclosure, any unpaid VAT and interest shall carry interest at the rate of 14 per cent per annum.
- (9) Where a person makes a voluntary disclosure under subsection (7) and the Director-General is satisfied with such disclosure, that person shall be deemed, notwithstanding sections 54 to 61, not to have committed an offence.
- (10) The disclosure under subsection (7) shall be made in such form and manner as may be determined by the Director-General.

- (11) Where VAT arrears as at 30 June 2007 is paid by a person on or before 31 December 2007, any penalty included therein for non-payment of the VAT shall be reduced by 75 per cent.
- (12) For the purposes of subsection (11), “VAT arrears” means -
- (a) tax remaining unpaid on submission of a return under section 22 or a statement made under section 23;
  - (b) tax liability which is final and conclusive pursuant to section 41 and which has remained unpaid;
  - (c) tax remaining unpaid and pending following an objection made under section 38 or under review by the Assessment Review Committee; or
  - (d) tax remaining unpaid and pending an appeal before the Supreme Court or an appeal before the Judicial Committee of the Privy Council.
- (13) Subsections (7) and (11) shall not apply to any person who has been convicted on or after 1 July 2001 or against whom any civil or criminal proceedings are pending or contemplated or enquiry is being conducted into or relating to the trafficking of dangerous drugs, arms trafficking, offences related to terrorism under the Prevention of Terrorism Act 2002, money laundering under the Financial Intelligence and Anti-Money Laundering Act 2002 or corruption under the Prevention of Corruption Act 2002.

FA 2006 – Section 73 Repealed and replaced w.e.f 07.08.06.

VAT Act 1998 :-

**73. Transitional provisions**

(1) *Subject to the other provisions of this section, where, on the appointed day, a person was registered under the Sales Tax Act 1982 and his return for the last taxable period under the Sales Tax Act 1982 shows an excess amount, that amount shall be deemed to be sales tax on trading stocks held by that person and shall not be refundable and shall not be carried forward as a credit to be offset against his VAT liability, if any.*

(2) *Where a person becomes a registered person under this Act on the appointed day, he shall, within 15 days of that day, submit to the Director-General, as at the day immediately preceding the appointed day, a certified inventory of -*

- (a) *his trading stocks; and*
- (b) *capital goods, being plant, machinery or equipment, of a capital nature, acquired within a period not exceeding 3 months immediately preceding the appointed day,*

*showing the amount of sales tax paid or payable thereon.*

(3) *Subject to subsections (4) and (5), where a person has submitted a certified inventory under subsection (2), the sales tax paid or payable on his trading stocks and capital goods shall be deemed to be value added tax and he may take a credit of -*

- (a) *where his taxable period is a month, 50 per cent of the amount deemed to be value added tax in his return for each of the third and sixth taxable periods; or*
- (b) *where his taxable period is a quarter, 50 per cent of the amount deemed to be value added tax in his return for each of the second and third taxable periods.*

(4) *Any credit in respect of capital goods under subsection (3) shall be allowed in conformity with the Seventh Schedule.*

(5) *No credit under subsection (3) shall be allowed, unless -*

- (a) *the person has complied with the requirements of the Sales Tax Act 1982 and paid all tax due under that Act, as appropriate;*

- (b) *the inventory referred to in subsection (2) has been submitted;*
- (c) *the credit is exclusively in respect of sales tax paid or payable on taxable goods for resale or for manufacture of other taxable goods for sale and on capital goods, being plant, machinery or equipment of a capital nature;*
- (d) *the sales tax on the trading stocks was paid or payable within a period not exceeding 3 months immediately preceding the appointed day; and*
- (e) *the sales tax paid or payable is substantiated by proper invoices from registered persons under the Sales Tax Act 1982 or by Customs import declarations, either electronic or otherwise.*
- (6) *The person shall, together with the inventory referred to in subsection (2), submit a statement specifying*
  - (a) *the amount of sales tax which relates to -*
    - (i) *taxable goods for resale or for manufacture of other taxable goods for sale; and*
    - (ii) *capital goods, being plant, machinery or equipment of a capital nature;*
  - (b) *the amount of sales tax paid or payable within a period not exceeding 3 months immediately preceding the appointed day.*
- (7) *The inventory referred to in subsection (2) and the statement referred to in subsection (6) shall be duly certified by a qualified auditor.*

**347** FA 2022 – Subsection (3)(a) amended, by deleting the words “section 15A” and replacing them by the words “section 15B”, shall come into operation on 3 October 2022.

**348** FA 2021 – Section 73 amended, by repealing subsection (10A) w.e.f 05 August 2021.

Previously was:

- (10A) (a) *Where the Director-General and a person have entered into an agreement for the payment of the tax due by that person pursuant to subsection (4) in respect of a period, the Director-General shall not –*
- (i) *request from that person any information, statement or return; or*
  - (ii) *make an assessment on, or a claim on, that person,*
- for that period, unless the Director-General applies ex parte for and obtains the authorisation of the Independent Tax Panel under the Mauritius Revenue Authority Act.*
- (b) *Where, before the commencement of paragraph (a), an assessment or a claim has been made after the date of an agreement pursuant to subsection (4) in respect of the period covered in the agreement and the assessment or claim has remained pending at the level of objection at the Authority or pending before the Assessment Review Committee, the assessment or claim shall, at the commencement of paragraph (a), lapse, unless the Director-General applies ex parte for and obtains the authorisation of the Independent Tax Panel.*
  - (c) *An authorisation under paragraph (a) or (b) shall be granted where the Director-General establishes to the satisfaction of the Independent Tax Panel that there is prima facie evidence of fraud.*

Proclamation No. 10 of 2016 –The new subsection (10A) shall come into operation on 1 June 2016.



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- FA 2015 – Section 73 amended, new subsection (10A) inserting, after subsection (10) – shall come into operation on a date to be fixed by Proclamation.
- 349** FA 2017 – Subsection (11) repealed and replaced w.e.f 24 July 2017.
- (11) *Where VAT arrears outstanding as at 31 December 2012 are paid by a person on or before 30 November 2013, any penalty included in the VAT arrears shall be reduced -*
- (a) *by 100 per cent of penalty charged under sections 15A and 24(9); and*
- (b) *by 75 per cent of penalty and interest charged under sections 26, 27 and 27A, provided that an application for the reduction is made to the Director-General on or before 30 September 2013.*
- 350** FA 2022 - New subsection (11A) inserted, shall come into operation on 03 October 2022.
- 351** FA 2023- In Section 73, new subsection (11B) inserted, w.e.f. 20 July 2023.
- 352** FA 2023- In Section 73, new subsection (11C) inserted, w.e.f. 20 July 2023.
- 353** FA 2017 – Subsection (12) amended , the words “before 30 June 2006” deleted and replaced by the words “on or before 30 June 2015” w.e.f 24 July 2017.
- 354** FA 2021 – Section 73 amended by adding new paragraph 15, w.e.f 05 August 2021.
- 355** FA 2013 - Items 1 deleted, shall come into operation on 1 January 2014.
1. *Rice.*
- 356** GN 97/1999 – Item 2 replaced w.e.f 01.09.99.
- GN 160/1998 - Item 2 replaced w.e.f 07.09.98:-  
*Wheat, and cereal flours(including wheat flour) other than flours produced in and exported from Mauritius.*  
 VAT Act 1998:- *Wheat; cereal flours(including wheat flour)*
- 357** FA 2019 – Item 3 deleted – shall be deemed to have come into operation on 1 March 2019.
- FA 2006 – Item 3 deleted and replaced w.e.f 01.10.06.
- FA 14/2005 - Item 3 replaced w.e.f 21.04.05
- Bread other than bread referred to in the Bread (Control of Manufacture and Sale) Regulations 1988.*  
 VAT Act 1998:- *Bread*
- 358** GN 113/2000 - Item 4 amended w.e.f 01.09.00.  
 GN 97/1999 - Item 4 amended w.e.f 01.09.99.  
*Animal or vegetable fats and oils other than edible oils.*
- GN 160/1998 – Item 4 amended w.e.f 07.09.98 :-  
*Animal or vegetable fats and oils other than edible oils produced in and exported from Mauritius*  
 VAT Act 1998 :- *Animal or vegetable fats and oils .*
- 359** FA 2013 - Items 5 deleted, shall come into operation on 1 January 2014.
5. *Butter.*  
 GN 97/1999 - Item 5 amended w.e.f 01.09.00.  
 VAT Act 1998 :- *Butter and margarine.*
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**360** FA 2013 - Items 6 deleted, shall come into operation on 1 January 2014.

6. *Milk and cream (other than sterilised liquid milk), buttermilk, whey, kephir and other fermented or acidified milk and cream; cheese and curd.*

GN 97/1999– Item 6 replaced w.e.f 01.09.99.

GN 160/1998 w.e.f 07.09.98 :-

*Milk and cream (other than sterilised milk processed and produced in and exported from Mauritius), buttermilk, whey, kephir and other fermented or acidified milk and cream; cheese and curd.*

VAT Act 1998 :- *Milk and cream, buttermilk, whey, curdled milk and cream, yogurt, kephir and other fermented or acidified milk and cream; cheese and curd.*

**361** FA 2013 - Items 7 paragraph (a) deleted, shall come into operation on 1 January 2014.

- (a) *fish (excluding fresh, chilled or frozen fish, the produce of Mauritius);*

GN 177 of 2007 - Paragraph (a) amended, by deleting the words "*, and canned tuna, smoked fish and processed fish produced in and exported from Mauritius*" - shall be deemed to have come into operation on 1 October 06.

GN 89/2004 - Item 7(a) amended w.e.f 01.07.04 :-

*fish (excluding fresh, chilled or frozen fish, the produce of Mauritius, and canned tuna, smoked fish and processed fish produced in and exported from Mauritius);*

GN 37/2003 - Item 7(a) amended w.e.f 15.04.03:-

*fish (excluding fresh, chilled or frozen fish, the produce of Mauritius, and canned tuna ,smoked fish and processed fish, produced in and exported from Mauritius) crustaceans other than shrimps and prawns ,live, fresh, chilled or frozen, which are not the produce of Mauritius) molluscs and other aquatic invertebrates;*

GN 12/2003 - Item 7(a) amended w.e.f 15.02.03 :-

*fish (excluding fresh, chilled or frozen fish, the produce of Mauritius, and canned tuna, smoked fish and processed fish, produced in and exported from Mauritius) crustaceans (other than shrimps and prawns ,live, fresh, chilled or frozen) molluscs and other aquatic invertebrates;*

GN 113/2000 - Item 7(a) amended w.e.f 01.09.00 :- *fish (excluding fresh, chilled or frozen fish, the produce of Mauritius, and canned tuna, smoked fish and processed fish, produced in and exported from Mauritius) crustaceans, molluscs and other aquatic invertebrates;*

GN 97/1999 - Item 7(a) amended w.e.f 01.09.99:- ):-

*fish (other than canned tuna ,smoked fish and processed fish produced in and exported from Mauritius)and crustaceans, molluscs and other aquatic invertebrates;*

GN 160/1998 - Item 7(a) amended w.e.f 07.09.98 :-

*fish (other than canned tuna produced in and exported from Mauritius)and crustaceans, molluscs and other aquatic invertebrates;*

VAT Act 1998 :- *fish and crustaceans, molluscs and other aquatic invertebrates;*

**362** FA 2013 - Items 7 paragraph (b) deleted, shall come into operation on 1 January 2014.

- (b) *meat (excluding meat of poultry), meat offal (excluding offal of poultry);*

GN 177 of 2007 - Paragraph (b) amended, by deleting the words "*other than canned meat produced in and exported from Mauritius*"- shall be deemed to have come into operation on 1 October 2006.

GN 97/1999 - Paragraph (b) amended w.e.f 07.09.98.

*meat (excluding meat of poultry) other than canned meat produced in and exported from Mauritius, meat offal (excluding offal of poultry);*

VAT Act 1998 :- meat (including chicken) and meat offal

- 363** FA 2020 – Item 7(c) of the First Schedule deleted – shall come into operation on 1 October 2020.

*primary agricultural and horticultural produce (including tomatoes, potatoes, onions and other vegetables, fruits, coffee, cocoa beans and nuts but excluding tea, honey and spices) which have not been processed except for reaping, threshing, husking, crushing, winnowing, trimming, drying and packaging to put them into marketable condition and bird's eggs in the shell;*

FA 2013 - Items 7 paragraph (c ) amended the words “tea, coffee, cocoa beans and nuts” deleted and replaced by the words “coffee, cocoa beans and nuts but excluding tea, honey and spices”, shall come into operation on 1 January 2014.

GN 177 of 2007 - Paragraph (c) amended, by deleting the words "other than vegetables and fruits produced in and exported from Mauritius " - shall be deemed to have come into operation on 1 October 2006.

GN 97/1999 - Paragraph (c) amended w.e.f 07.09.98.

*primary agricultural and horticultural produce (including tomatoes, potatoes, onions and other vegetables, fruits, tea, coffee, cocoa beans and nuts) which have not been processed except for reaping, threshing, husking, crushing, winnowing, trimming, drying and packaging to put them into marketable condition, other than vegetables and fruits produced in and exported from Mauritius and bird's eggs in the shell;*

VAT Act 1998 :-

*primary agricultural and horticultural produce (including tomatoes, potatoes, onions and other vegetables, fruits, eggs, tea, coffee, cocoa beans and nuts) which have not been processed except for reaping, threshing, husking, crushing, winnowing, trimming, drying and packaging to put them into marketable condition.*

- 364** FA 2013 - Items 7 paragraph (d) deleted, shall come into operation on 1 January 2014.

(d) *soya bean protein cakes or chunks.*

GN 160/1998 - Paragraph (d) added w.e.f 07.09.98 .

- 365** FA 2017 – Item 8 amended, the words "H. S. Codes No. 1901.10 and No. 1905.401" deleted and replaced by the words "H. S. Codes No. 1901.10.00 and No. 1905.40.10" respectively shall be deemed to have come into operation on 1 January 2017.

GN 187 of 2016 – Item 8 amended, the words "H.S. Code No. 1901.10" deleted and replaced by the words "H. S. Codes No. 1901.10 and No. 1905.401" w.e.f. 1 September 2016.

GN 203 of 2012 – Item 8 of the First Schedule deleted and replaced w.e.f. 10 November 2012.

8. *Food preparations from goods of heading Nos. 04.01 to 04.04, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 10%, for infant use, put up for retail sale, of heading No. 1901.101*

- 366** GN 187 of 2016 - New item 8A. inserted after item 8 w.e.f. 1 September 2016.

**367** GN 113/2000 - Item 9 amended w.e.f 01.09.00.  
VAT Act 1998 :- Common salt.

**368** FA 2020 – Item 10 of the First Schedule deleted – shall come into operation on 1 October 2020.

*Live animals of a kind generally used as, or yielding or producing, food for human consumption other than live poultry.*

GN 97/1999 - Item 10 amended w.e.f 07.09.98.  
VAT Act 1998 :-

*Live animals of a kind generally used as, or yielding or producing, food for human consumption*

**369** FA 2020 – Item 11 of the First Schedule deleted – shall come into operation on 1 October 2020.

*Unprocessed agricultural and horticultural produce.*

GN 177 of 2007 - Item 11 amended, by deleting the words "*other than horticultural produce produced in and exported from Mauritius*" - shall be deemed to have come into operation on 1 October 2006.

FA 18/2003 - Item 11 amended w.e.f 21.07.03:-

*Unprocessed agricultural and horticultural produce, other than horticultural produce produced in and exported from Mauritius.*

GN 97/1999 - Item 11 amended w.e.f 07.09.98 :-

*Unprocessed agricultural and horticultural produce by the producers thereof, other than horticultural produce produced in and exported from Mauritius.*

VAT Act 1998 :- *Unprocessed agricultural and horticultural produce by the producers thereof*

**370** FA 2021 – Item 12 amended by deleting the words “and services provided in a residential care home registered with the Ministry responsible for the subject of social security” w.e.f 05 August 2021.

FA 2020 – Item 12 amended, the words “ Medical, hospital and dental services including clinical laboratory services, services provided in a health institution, veterinary services and ” deleted and replaced – shall come into operation on 1 October 2020.

FA 2012 – Item 12 amended, the words “and veterinary services” deleted and replaced by the words “, veterinary services and a residential care home registered with the Ministry responsible for the subject of social security” w.e.f. 22 December 2012.

FA 2011 – Item 12 of the First Schedule amended - the words “, other than cosmetic surgery services,” deleted w.e.f 15 December 2011.

FA 2010 –Item 12 of the First Schedule amended, the words “, other than cosmetic surgery services,” inserted after the words “health institution”- shall come into operation on 1 March 2011.

**371** FA 2008 - Items 13 deleted, shall come into operation on 15 July 2008.

13. *Antibiotics of heading No. 29.41.*

GN 177 of 2007 - Item 13 amended, by deleting the words “, other than those produced in and exported from Mauritius”, shall be deemed to have come into operation on 1 October 2006.

VAT Act 1998 :- *Antibiotics of heading No. 29.41 other than those produced in and exported from Mauritius.*

**372** FA 2008 - Items 14 deleted, shall come into operation on 15 July 2008.

14. *Pharmaceutical products of heading Nos. 30.01 to 30.06.*

GN 177 of 2007 -Item 14 amended, by deleting the words "*, other than those produced in and exported from Mauritius*"- shall be deemed to have come into operation on 1 October 2006.

GN 89/2004 - Item 14 amended w.e.f 01.07.04.

*Pharmaceutical products of heading Nos. 30.01 to 30.06 other than those produced in and exported from Mauritius.*

GN 160/1998 – Item 14 amended w.e.f 07.09.98:-

*Pharmaceutical products of heading Nos. 30.01 to 30.04. other than those produced in and exported from Mauritius.*

VAT Act 1998 :- *Pharmaceutical products of heading Nos. 30.01 to 30.04.*

**373** GN 187 of 2016 – Item 16 deleted and replaced w.e.f. 1 September 2016.

16. *Educational and training services provided by institutions registered with the Mauritius Qualification Authority.*

FA 2008 - Item 16 deleted and replaced shall come into operation on 15 July 2008.

16. *Educational and training services*

**374** FA 2019 – the words “of heading No. 49.02” deleted w.e.f 25 July 2019

GN 97/1999 - Item 17 replaced w.e.f 07.09.98.

GN 160/1998 - Item 17 amended w.e.f 07.09.98:- *Printed books, brochures, leaflets and similar printed matter, whether or not in single sheets of heading No. 49.01, other those produced in and exported from Mauritius*

VAT Act 1998:- *Printed books, brochures, leaflets and similar printed matter, whether or not in single sheets of heading No. 49.01.*

**375** GN 97/1999 - Item 18 deleted w.e.f 07.09.98.

GN 160/1998 – Item 18 w.e.f 07.09.98 :- *Children’s picture, drawing or colouring books of heading No.49.03. other those produced in and exported from Mauritius.*

VAT Act 1998:-*Children’s picture, drawing or colouring books of heading No.49.03.*

**376** GN 97/1999 - Item 19 deleted w.e.f 01.09.1999.

GN 160/1998 - Item 19 amended w.e.f 07.09.98:- *Music, printed or in manuscript, whether or not bound or illustrated of heading No.49.04 other those produced in and exported from Mauritius*

VAT Act 1998 :- *Music, printed or in manuscript, whether or not bound or illustrated of heading No.49.04.*

**377** GN No. 332 of 2022 –Item 23A deleted and replaced – shall come into operation on 1 January 2023 and shall remain in force until 31 December 2023.

GN No. 5 of 2022 –Item 23A deleted and replaced – shall come into operation on 1 January 2022 and shall remain in force until 31 December 2022.

GN No. 244 of 2020 – Item 23A deleted and replaced – shall be deemed to have come into operation on 1 August 2020 and shall remain in force until 31 December 2021.

GN No. 66 of 2020 – Item 23A inserted after item 23 – shall be applicable for the period starting on 16 March and ending on 31 July 2020.

- 378** FA 2020 – Item 26 amended, the words “3,000 rupees” deleted and replaced by the words “1,000 rupees”- shall come into operation on 1 October 2020.

FA 2017 –Item 26 amended, the figure “2,000” deleted and replaced by the figure “3,000” shall be deemed to have come into operation on 9 June 2017.

FA 2012 – Item 26 amended, the figure “1000” deleted and replaced by the figure “2000” w.e.f. 22 December 2012.

- 379** FA 18/2003 - Item 26A added w.e.f 21.07.03.

- 380** FA 2020 – Item 27 of the First Schedule deleted – shall come into operation on 1 October 2020.

*The transport of passengers by public service vehicles excluding contract buses for the transport of tourists, contract cars and light rail.*

FA 2019 – Item 27 amended, the words “and contract cars” deleted and replaced by the words “, contract cars and light rail” w.e.f 25 July 2019.

- 381** Act 33/2000 – Item 28 deleted w.e.f 02.10.00.

GN 160/1998 - Item 28 amended w.e.f 07.09.98:- *The first 50 kilowatts of electricity per month supplied by the Central Electricity Board for domestic purposes, and the renting out of a meter, the reconnecting of electricity supply and the carrying out of infrastructure works by the Board.*

VAT Act 1998 :- *The first 50 kilowatts of electricity per month supplied by the Central Electricity Board for domestic purposes.*

- 382** Act 33/2000 – Item 29 deleted w.e.f 02.10.00.

GN 160/1998 – Item 29 amended w.e.f 07.09.98:- *The first 15 cubic meters of water per month supplied by the Central Water Authority for domestic purposes, and the renting out of a meter, and the carrying out of infrastructure works by the Authority*

VAT Act 1998 :- *The first 15 cubic meters of water per month supplied by the Central Water Authority for domestic purposes.*

- 383** FA 28/2004 – Item 30 (b) amended w.e.f 26.08.04.

GN 97/1999 - Item 30 replaced w.e.f 07.09.98:-

- 30 (a) *Charges under a hire purchase agreement or under a finance lease agreement.*  
(b) *Stamps and postal services under the Post Office Act.*

VAT Act 1998 :- *Stamps and postal services under the Post Office Act.*

- 384** FA 2024 – Item 31 deleted w.e.f 27 July 2024.

Previously was:

*Vegetable seeds, fruit and flower seeds, bulbs and plants, used for sowing or planting*

- 385** GN 97/1999 - Item 32 deleted w.e.f 01.09.1999.

GN 160/1998 - Item 32 amended w.e.f 07.09.98 :- *Anhydrous ammonia and fertilisers, other than fertilisers produced in and exported from Mauritius.*

VAT Act 1998 :- *Anhydrous ammonia; fertilisers*

- 386** The Sugar Industry Efficiency (Amendment) Act 2016 (Act No.34 of 2016)- Item 33 of the First Schedule deleted w.e.f. 1 January 2017(Proclamation No. 9 of 2017).

33. *Molasses when supplied, either for consideration or otherwise, to planters, and bagasse.*

GN 160/1998 - Item 33 replaced w.e.f 07.09.98.

VAT Act 1998:- *Molasses and bagasse.*

- 387** Act 33/2000 – Item 35 deleted w.e.f 02.10.00.

VAT Act 1998 :- *Water for irrigation.*

- 388** GN 40/2004 – Item 36 replaced w.e.f 01.07.04.

GN 160/1998 – Item 36 replaced w.e.f 07.09.98 :-

*The renting of telephone lines and the renting for internet access.*

VAT Act 1998 :- *Yarn of heading Nos. 50.04, 50.05, 51.06, 51.07, 51.08, 52.05, 52.06, 54.02, 54.03, 55.09 and 55.10*

- 389** GN 97/1999 - Item 37 deleted w.e.f 01.09.1999.

GN 160/1998 – Item 37 amended w.e.f 07.09.98:- *Animal feeding stuffs other than prepared pet foods except animal feeding stuffs produced in and exported from Mauritius*

VAT Act 1998 :- *Animal feeding stuffs other than prepared pet foods.*

- 390** FA 2022- Item 39 amended, by deleting the words “No. 88.02” and replacing them by the words “No. 88.02 and H.S. Code 8806.10.00”, shall be deemed to have come into operation on 1 January 2022.

GN 113/2000 - Item 39 amended w.e.f 01.09.00.

GN 160/1998 – Item 39 amended w.e.f 07.09.98 :- *Aircrafts of heading No. 88.02 and helicopter services.*

VAT Act 1998 :- *Aircrafts of heading No. 88.02.*

- 391** FA 18/2003 – Item 43 amended w.e.f 01.01.04.

GN 97/1999 - Item 43 replaced w.e.f 01.09.1999. :- *The transport of passengers or goods by sea or air and cargo handling services in respect of goods transported by sea or air*

- (a) *from or to Mauritius;*
- (b) *from or to the Island of Rodrigues;*
- (c) *from or to the Outer Islands; or*
- (d) *from a place outside Mauritius to another place*

GN 160/1998 – Item 43 amended w.e.f 07.09.98 :- *The transport of passengers or goods by sea or air and cargo handling services in respect of goods so transported*

- (a) *from or to Mauritius;*
- (b) *from or to the Island of Rodrigues;*
- (c) *from or to the Outer Islands; or*
- (d) *from a place outside Mauritius to another place*

VAT Act 1998:- *The transport of passengers or goods by sea or air-*

- (a) from or to Mauritius;
- (b) from or to the Island of Rodrigues;
- (c) from or to the Outer Islands; or
- (d) from a place outside Mauritius to another place

392 FA 14/2005 – Item 44 deleted w.e.f 21.04.05.  
VAT Act 1998 :- *Kerosene including kerosene jet type fuel.*

393 GN 134/2006 – Item 47 deleted and replaced w.e.f 01.10.06.

FA 14/2005 – Item 47 amended w.e.f 21.04.05.

47. *The grant, assignment or surrender of any interest in or right over land or of any licence to occupy land.*

VAT Act 1998 :-

*The grant, assignment or surrender of any interest in or right over land or of any licence to occupy land liable to Registration Duty under the Registration Duty Act.*

394 GN 134/2006 – Item 48 deleted and replaced w.e.f 01.10.06.

FA 2006 – Item 48 amended w.e.f 01.10.06.

48. *The sale or transfer of an immovable property, a building or part of a building, apartment, flat or tenement, except an immovable property, a building or part of a building, apartment flat or tenement for use other than for residential purposes, sold or transferred by a person in the course or furtherance of his business as property developer.*

FA 14/2005 – Item 48 amended w.e.f 21.04.05.

*The sale or transfer of an immovable property, a building or part of a building, flat or tenement, or the construction of a building or part of a building, flat or tenement (excluding repairs or renovation), used for residential purposes.*

GN 97/1999 - Item 48 amended w.e.f 07.09.1998. :- *The sale or transfer of an immovable property, or the construction, sale or transfer of a building or part of a building, flat or tenement , used for residential purposes.*

VAT Act 1998:- *Sale or transfer of a building or part of a building, flat or tenement used for residential purposes.*

395 Government Notice 128 of 2015 - Derogation by Section 28 (1)(aa) of the **Investment Promotion Act**, w.e.f 18 June 2015, provides as follows:

*I(aa) notwithstanding any other enactment, provide, by regulations, for the terms of any scheme prescribed under this Act, including any obligation on, or a package of fiscal and other incentives to, an investor under that Scheme.*

**Section 22(4)(b) and (c) of PART VIII of the Regulations of the Investment Promotion (Smart City Scheme)** are reproduced below:

**22(4)(b)** A smart city company or smart city developer shall be deemed to be registered for VAT purposes in order to enable it to fully recover VAT paid on buildings and capital goods.

**22(4)(c)** Where the company referred to in subparagraph (a) submits a return under the Value Added Tax Act and the excess amount includes input tax on buildings and capital goods, the company may, in that return, make a claim to the Director-General of the Mauritius Revenue Authority established under the Mauritius Revenue Authority Act for a repayment of the amount of input tax allowable in respect of the buildings and capital goods.



- 396** The Financial Services Act 2007 - Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.

FA 14/2005 – Item 50 (a) amended w.e.f 21.04.05.

FA 20/2002 – Item 50 (a) amended w.e.f 10.01.2003 :-

(a) *banking services (other than services supplied by holders of a category 2 Banking Licence) including –*

(i) *services provided by the Bank of Mauritius; and*

(ii) *the issue, transfer or receipt of, or any dealing with money, any security for money or any note or order for the payment of money and the operation of any current, deposit or savings account, but except -*

(A) *services provided to merchants accepting a credit card or debit card as payment for the supply of goods or services (merchant's discount);*

(B) *services in respect of safe deposit lockers, issue and renewal of credit cards and debit cards; and*

(C) *services for keeping and maintaining customers' accounts (other than transactions involving the primary dealer system);*

GN 160/1998 – Item 50 (a) amended w.e.f 07.09.98 :- *banking services (other than offshore banking services supplied to persons not resident in Mauritius) including the issue, transfer or receipt of, or any dealing with, money, any security for money or any note or order for the payment of money and the operation of any current, deposit or savings account;*

VAT Act 1998 :-

*banking services including the issue, transfer or receipt of, or any dealing with, money, any security for money or any note or order for the payment of money and the operation of any current, deposit or savings account;*

- 397** FA 2008 - Item 50(a)(ii) amended by inserting after the words “payment of money”, the words, “, the provision of prescribed Islamic financing arrangement as defined under the Banking Act 2004” w.e.f. 19 July 2008.

- 398** FA 2020 – New sub-item (ba) inserted after sub-item (b) w.e.f 7 August 2020.

- 399** FA 2019 – Item 50(f) of the First Schedule amended, the words “including the management of insurance schemes” added after the words “Insurance Act”- w.e.f 25 July 2019.

FA 2011 – Item 50(f) of the First Schedule amended, the words “, but except services provided by an insurance agent, insurance broker or insurance salesman”; deleted. w.e.f 15 December 2011.

FA 18/2003 – Item 50 (f) amended w.e.f 01.10.03. by deleting the words "insurance agents" and replacing them by the words "an insurance agent, insurance broker or insurance salesman " .

FA 20/2002 – Item 50 (f) amended w.e.f 10.01.2003 :- *the arrangement, provision, or transfer of ownership, of any contract of insurance or re-insurance under the Insurance Act, but except services provided by insurance agents;*

VAT Act 1998 :- *the arrangement, provision, or transfer of ownership, of any contract of insurance or re-insurance under the Insurance Act 1987; and*

- 400** FA 20/2002 - Paragraph (fa) added w.e.f 01.01.03.

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- 401** FA 2019 – New paragraph (fb) added after paragraph (fa)- w.e.f 25 July 2019.
- 402** The following financial services have been prescribed (SIXTH SCHEDULE-VAT Regulations G.N 87/1998) :
- (a) *The making, the advance or the granting of credit except services in respect of credit cards issued by companies other than banks to merchants accepting such credit cards as payment for the supply of goods or services.*
  - (b) *The granting of, or dealing in, credit guarantees or other securities for money and the management of credit guarantees by the person who granted the credit.*
  - (c) *The provision, or transfer of ownership, of an interest in a superannuation scheme, or the management of a superannuation scheme.*
  - (d) *Factoring*
- 403** GN 33/2018 – Item 51 deleted and replaced - shall be deemed to have come into operation on 17 November 2017.
- Semi-low floor buses and chassis for semi-low floor buses operated under a road service licence and used for the transport of the general public.*
- FA 2017 – Item 51 amended, the words “of H.S. Codes 8702.1021 and 8702.9021” and “of H.S. Codes 8407.3411, 8408.2011 and 8706.0012” deleted w.e.f 24 July 2017.
- FA 2013 - Items 51 deleted and replaced - shall come into operation on 1 January 2014.
51. *Buses of H.S Codes 8702.1011 and 8702.9011 and chassis for buses of H.S Code 8706.0011 operated under a road service licence and used for the transport of the general public.*
- FA 14/2005 – Item 51 amended w.e.f 21.04.05.
- GN 167/2004 – Item 51 added w.e.f 07.10.04 :- *Bus chassis and buses to be operated under a road service licence and to be used for the transport of the general public by a company operating more than 75 buses under road service licences.*
- 404** FA 2017 – Paragraph (a) amended, the figure “2843.30” deleted and replaced by the figure 2843.30.00” shall be deemed to have come into operation on 1 January 2017.
- GN 212/2006 – Item 52 deleted and replaced w.e.f. 03.11.06.
- GN 161/2005 – Item 52 added w.e.f 01.09.05.
- 52. (a) *Gold, unwrought or in semi-manufactured forms, or in powder form, or waste and scrap.*
  - (b) *Chains and similar articles of gold produced in continuous lengths exceeding 200 centimetres, suitable for use in the manufacture of articles of jewellery.*
  - (c) *Clasps of gold and parts thereof*
- 405** FA 2017 – Paragraph (c) amended, the figure “7113.111” deleted and replaced by the figure “7113.11.10” shall be deemed to have come into operation on 1 January 2017.
- 406** FA 2017 – Paragraph (d) amended, the figure “7113.191” deleted and replaced by the figure “7113.19.10” shall be deemed to have come into operation on 1 January 2017.
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- 407** GN 202 of 2012 – New paragraph (e) added in item 52, shall be deemed to have come into operation on 25 October 2012.
- 408** FA 2022- item 53 amended by deleting the words “of H.S. Code 3822.00.10” shall be deemed to have come into operation on 1 January 2022.
- FA 2017 – Item 53 amended, the figure “3822.001” deleted and replaced by the figure 3822.00.10” shall be deemed to have come into operation on 1 January 2017.
- FA 2006 – Item 53 added w.e.f 01.10.06.
- 409** FA 2017 – Item 54 amended, the figure “9027.801” deleted and replaced by the figure “9027.80.10” shall be deemed to have come into operation on 1 January 2017.
- FA 2006 – Item 54 added w.e.f 01.10.06.
- 410** FA 2023- Item 55 amended, the words “, of heading 90.18 and” deleted shall be deemed to have come into operation on 5 June 2023.
- FA 2017 –Item 55 amended, the words “3701.10, 3702.10, 8419.20, 9006.301, 9019.105, 9019.20, 9022.12, 9022.13, 9022.14, 9022.21, 9022.30, 9022.901, 9022.902, 9022.909, 9029.801, 9402.101, 9405.103 and 9405.403” deleted and replaced by the words “3701.10.00, 3702.10.00, 8419.20.00, 9006.30.10, 9019.10.50, 9019.20.00, 9022.12.00, 9022.13.00, 9022.14.00, 9022.21.00, 9022.30.00, 9022.90.10, 9022.90.20, 9022.90.90, 9027.80.10, 9402.10.10, 9405.10.30 and 9405.40.30” shall be deemed to have come into operation on 1 January 2017.;
- FA 2013 - Item 55 amended, the figures “3701.10”, “3702.10” and “8419.20” inserted in the appropriate numerical order - shall come into operation on 1 January 2014.
- FA 2006 – Item 55 added w.e.f 01.10.06.
- 411** FA 2017 – Item 55A amended, the figures “8414.60”, “8414.80”, “8419.89” and “9011.80” deleted and replaced by the figures “8414.60.00”, “8414.80.00”, “8419.89.00” and “9011.80.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- GN 60 of 2007 – New item 55A inserted w.e.f 27.04.2007.
- 412** FA 2006 – Item 56 added w.e.f 01.10.06.
- 413** FA 2017 – Item 57 amended, the figures “7104.20” and “7104.90” deleted and replaced by the figures “7104.20.00” and “7104.90.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- FA 2006 – Item 57 added w.e.f 01.10.06.
- 414** FA 2017 –Item 58 amended, the words “8452.21, 8452.29, 8452.40 and 8452.90” deleted and replaced by the words “8452.21.00, 8452.29.00, 8452.30.00 and 8452.90.00” shall be deemed to have come into operation on 1 January 2017.
- FA 2006 – Item 58 added w.e.f 01.10.06.
- 415** FA 2017 – Item 59 amended, the figure “2513.20” deleted and replaced by the figure “2513.20.00” shall be deemed to have come into operation on 1 January 2017.
- GN 134/2006 – Item 59 added w.e.f 01.10.06.
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- 416** FA 2017 – Item 60 amended, the figures “3403.11” and “3403.91” deleted and replaced by the figures “3403.11.11” and “3403.91.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- GN 134/2006 – Item 60 added w.e.f 01.10.06.
- 417** GN 134/2006 – Item 61 added w.e.f 01.10.06.
- 418** GN 149/2006 – Item 62 added w.e.f 07.10.06.
- 419** FA 2017 – Item 63 amended, the figures “8422.20” and “8422.40” deleted and replaced by the figures “8422.20.00” and “8422.40.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- GN 149/2006 – Item 63 added w.e.f 07.10.06.
- 420** FA 2017 – Item 64 amended, the figures “9110.11” and “9110.19” deleted and replaced by the figures “9110.11.00” and “9110.19.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- GN 149/2006 – Item 64 added w.e.f 07.10.06.
- 421** GN 212/2006 – Item 65 added w.e.f. 03.11.06.
- 422** FA 2018 – Item 66 amended, the words “and anti-smoking patches” deleted and replaced by the words “, antismoking patches, anti-smoking tablets and the like” shall be deemed to have come into operation on 15 June 2018.
- FA 2011 – The First Schedule amended - New items 66. to 70. added - w.e.f 15 December 2011.
- 423** FA 2017 – Item 67 amended, the figures “3926.201”, “4015.901” and “6307.20” deleted and replaced by the figures “3926.20.10”, “4015.90.10” and “6307.20.10”, respectively shall be deemed to have come into operation on 1 January 2017.
- 424** FA 2017 – Item 68 amended, the words “H.S. Code” deleted and replaced by the word “heading” shall be deemed to have come into operation on 1 January 2017.
- 425** GN 203 of 2012 – New items 71, 72 and 73 added w.e.f. 10 November 2012.
- 426** FA 2024 - In item 72, the words “concerts and shows” deleted and replaced by the words “concerts, shows and digital art galleries” w.e.f 27 July 2024.
- 427** FA 2013 - The First Schedule amended new item 74 inserted after item 73 – shall come into operation on 1 January 2014.
- 428** FA 2017 – Item 75 amended, the figures “1404.901”, “2703.001” and “6806.101” deleted and replaced by the figures “1404.90.10”, “2703.00.10” and “6806.10.10”, respectively shall be deemed to have come into operation on 1 January 2017.
- FA 2013 - The First Schedule amended new item 75 inserted after item 74 – shall come into operation on 1 January 2014.
- 429** FA 2013 - The First Schedule amended new item 76 inserted after item 75 – shall come into operation on 1 January 2014.
- 430** GN 187 of 2016 – New Items 77, 78, 79, 80 and 81 added w.e.f. 1 September 2016.
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- 431** FA 2017 – New item 82 added, shall be deemed to have come into operation on 9 June 2017.
- 432** FA 2018 – New items (83) and (84) added - shall be deemed to have come into operation on 15 June 2018.
- 433** FA 2018 – New items (83) and (84) added - shall be deemed to have come into operation on 15 June 2018.
- 434** FA 2019 – Item 84 amended, new paragraph (d) added- w.e.f 25 July 2019.
- 435** FA 2020 – The following words deleted – shall come into operation on 1 October 2020.

*For the purposes of this Schedule -*

- (a) *the heading Nos. refer to the heading numbers of Part I of the First Schedule to the Customs Tariff Act;*
- (b) *the item Nos. refer to the item Nos. of Part II of the First Schedule to the Customs Tariff Act;*

FA 2013 - Paragraphs (c) deleted - shall come into operation on 1 January 2014.

- (c) *"fish", "meat" and "meat offal" in item 7(a) and (b) –*
- (i) *include food preparations containing more than 20% by weight of fish, sausage, meat, meat offal, blood, or any combination thereof; but*
- (ii) *exclude caviar and caviar substitutes of heading 16.04 and the stuffed products of heading No. 19.02 or the preparations of heading No. 21.03 or 21.04;*

GN 89/2004 – Paragraph (c) replaced w.e.f 01.07.04.

GN 12/2003 – Paragraph (c) (ii) amended w.e.f 15.02.03 :-

- (ii) *exclude caviar and caviar substitutes of heading 16.04 and the stuffed products of heading No. 19.02 or the preparations of heading No. 21.03 or 21.04;*

VAT Act 1998 :-

- (c) *"fish and crustaceans, molluscs and other aquatic invertebrates" and "meat (including chicken) and meat offal" in item 7(a) and (b) -*
- (i) *include food preparations containing more than 20% by weight of fish or crustaceans, molluscs or other aquatic invertebrates, sausage, meat (including chicken), meat offal, blood, or any combination thereof; but*
- (ii) *exclude the stuffed products of heading No. 19.02 or the preparations of heading No. 21.03 or 21.04;*
- (d) *"health institution" in item 12 and 55A has the same meaning as in the Private Health Institutions Act 1989;*

GN No. 60 of 2007- Paragraph (d) amended by deleting the words "item 12" and replacing them by the words "items 12 and 55A" w.e.f 27 April 2007.

- (d) “health institution” in item 12 has the same meaning as in the Private Health Institutions Act 1989
- (e) “public service vehicles” in item 27 has the same meaning as in the Road Traffic Act;
- (f) “contract cars” in item 27 has the meaning assigned to it by section 75 of the Road Traffic Act.
- (g) “Outer Islands” in item 43 has the same meaning as in the Outer Islands Development Corporation Act 1982.
- (h) “land” in item 47 means any vacant land or any land or part thereof with any building, flat or tenement thereon.
- (i) “services” in item 50(f) in relation to -
- (i) an insurance agent, shall not include services in respect of contracts of life insurance entered into prior to 10 January 2003; or
  - (ii) an insurance broker or insurance salesman, shall not include services in respect of contracts of life insurance entered into prior to 1 October 2003.

FA 18/2003 - Paragraph (i) added w.e.f 01.10.03.

FA 2013 - Paragraphs (j) deleted - shall come into operation on 1 January 2014.

- (j) the exemption granted under item 51 shall be valid up to 31 August 2007.

GN 167/2004 - Paragraph (j) added w.e.f 07.10.04.

**436** GN No. 112/2019 – First Schedule amended, the following new items added – shall come into operation on 11 June 2019.

**437** GN No. 38 of 2020 – First Schedule amended, the following new item added –shall come into operation on 15 February 2020.

**438** FA 2024 - In item 96(b)(i), the figure “100,000” deleted and replaced by the figure “120,000” w.e.f 27 July 2024.

**439** FA 2020 – The following words added after item 96 – shall come into operation on 1 October 2020.

**440** FA 2021 – Second Schedule amended by inserting, after the words “annual turnover”, the words “of taxable supplies” w.e.f 05 August 2021

FA 2006 – Second Schedule amended w.e.f 01.10.06.

VAT Act 1998:-

## SECOND SCHEDULE (sections 2 and 25)

Amount of annual turnover ... .. 12 million rupees

**441** FA 20/2002 – FOURTH SCHEDULE amended w.e.f 01.07.02 .

FA 23/2001- FOURTH SCHEDULE amended w.e.f 01.07.01:-

Rate of VAT ... .. 12 per cent

VAT Act 1998:-

Rate of VAT ... .. 10 per cent

**442** VAT Act 1998 -The Fifth Schedule reads as follows before being replaced by the FA 18/1999-

### FIFTH SCHEDULE

(section 11)

1. *Goods exported from Mauritius under Customs control*
2. *Any supply of goods made by an operator of a duty free shop situated at the port or airport.*
3. *Any supply of goods made by an operator of a duty free shop situated at a place other than the port or airport, provided that the goods are delivered, under Customs control, to the visitor or traveller at the port or airport.*
4. *The supply of any goods or services to a licensee in the freeport zone.*
5. (a) *The supply of services to a person who belongs in a country other than Mauritius and who is outside Mauritius at the time the services are performed.*
- (b) *The supply of services by companies holding an offshore management licence under the Mauritius Offshore Business Activities Act 1992.*
- (c) *For the purposes of paragraph (a), a person belongs in a country other than Mauritius if that person -*
  - (i) *has no permanent establishment in Mauritius for the carrying on of his business; or*
  - (ii) *has his place of abode outside Mauritius.*

*For the purposes of this Schedule, any reference to goods or services is a reference to goods or services, other than those specified in the First Schedule.*

**443** FA 2007 - Item 1 repealed and replaced w.e.f 01.10.2006.  
*Goods, other than those specified in the First Schedule, exported from Mauritius under Customs control.*

**444** FA 2013 – Paragraph (a) of the Fifth Schedule amended, the word “rice,” inserted, before the words “wheat flour” - shall come into operation on 1 January 2014.

FA 2006 –Sub-item (a) deleted and replaced w.e.f 01.10.06.

FA 14/2005 – Paragraph (a) amended w.e.f 21.04.05.

*wheat flour, wheat bran and bread referred to in the Bread (Control of Manufacture and Sale) Regulations 1988;*

FA 18/1999 w.e.f 1.09.99 :- *wheat flour, wheat bran;*

**445** FA 2019 – In Fifth Schedule, new item (aa) inserted after item (a) – shall be deemed to have come into operation on 1 March 2019.

**446** FA 2013 – Paragraph (c) of the Fifth Schedule amended the words “and butter” added, shall come into operation on 1 January 2014.

**447** FA 2013 - Paragraph (d) deleted and replaced, shall come into operation on 1 January 2014.

- (d) *sterilised liquid milk, curdled milk and cream; yoghurt;*  
 (e)

**448** The Sugar Industry Efficiency (Amendment) Act 2016 (Act No.34 of 2016) - Item 2(e) of the Fifth Schedule amended, the word “cane” deleted and replaced by the words “cane, molasses and bagasse” w.e.f. 1 January 2017(Proclamation No. 9 of 2017)..

FA 2010 – Item 2 of the Fifth Schedule amended paragraph (e) deleted and replaced it by the following paragraph – w.e.f. 24.12.2010.

- (e) *sugar*

**449** FA 2020 – The following new sub-items (ea), (eb) inserted after sub-item (e) – shall come into operation on 1 October 2020.

**450** FA 2024 – In Item 2, new sub-item (eaa) inserted after sub- item (ea) w.e.f 01 March 2024.

**451** FA 2024 – In item (eb), the words “of a kind generally used as, or yielding or producing,” deleted and replaced by the words “used for yielding or producing” w.e.f 27 July 2024.

FA 2021 – item (eb) amended by deleting the words “, other than live poultry” w.e.f 05 August 2021.

FA 2020 – The following new sub-items (ea), (eb) inserted after sub-item (e) – shall come into operation on 1 October 2020.

**452** FA 2021 – The following new sub-item (ec) inserted after sub-item (eb) w.e.f 05 August 2021.

**453** FA 2013 - The following new paragraphs (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**454** FA 2013 - The following new paragraphs (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**455** FA 2017 – Paragraph (fc) amended, the words “H.S. Code 2106.904” deleted and replaced by the words “H. S. Code 2106.90.40” shall be deemed to have come into operation on 1 January 2017.

FA 2013 - The following new paragraphs (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**456** FA 2013 - The following new paragraphs (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**457** FA 2013 - The following new sub-items (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**458** FA 2013 - The following new sub-items (fa), (fb), (fc), (fd) , (fe) and (ff) inserted after paragraph (f) – shall come into operation on 1 January 2014.

**459** FA 2022 - item 2 amended, by deleting item (fg) and replacing it, w.e.f 2 August 2022.

Previously

(fg) *boiled or steamed dumplings made up of meat, fish, squid, crab, chicken, vegetables or milk, whether cooked or uncooked, prepared and supplied to final consumers*

**460** FA 2024 – New sub-item (ga) inserted in item 2 w.e.f 27 July 2024.



- 461 FA 2024 – New sub-item (gb) inserted in item 2 w.e.f 27 July 2024.
- 462 FA 2024 – New sub-item (gc) inserted in item 2 w.e.f 27 July 2024.
- 463 FA 2024 – New sub-item (gd) inserted in item 2 w.e.f 27 July 2024.
- 464 FA 2017 – Paragraph (i) amended, the figure “4905.911” deleted and replaced by the figure “4905.91.10” shall be deemed to have come into operation on 1 January 2017.
- FA 18/2003 – Paragraph (i) amended w.e.f 21.07.03.  
FA 18/1999 w.e.f 1.09.99:- *printed books, booklets, brochures, pamphlets, leaflets and similar printed matter (except directories and reports) of heading No. 49.01;*
- 465 FA 2007 - Item 2 amended by repealing paragraphs (l) and (m) w.e.f 01.10.2006.
- 466 FA 25/2000 - Paragraph (n) added w.e.f 01.09.00.
- 467 FA 2013 – Paragraph (d) deleted and replaced , shall come into operation on 1 January 2014.
- (o) *fish, fresh, chilled or frozen, the produce of Mauritius;*
- FA 25/2000 - Paragraph (o) added w.e.f 01.09.00.
- 468 FA 25/2000 - Paragraph (p) added w.e.f 01.09.00.
- 469 FA 14/2005 – Paragraph (q) added w.e.f 21.04.05.
- 470 FA 18/2003 – Item 3 amended w.e.f 21.07.03.  
FA 18/1999 w.e.f 1.09.99 :- *The transport of goods by sea or air –*  
(a) *from or to Mauritius;*  
(b) *from or to the Island of Rodrigues;*  
(c) *from or to the Outer Islands; or*  
(d) *from a place outside Mauritius to another place*
- 471 FA 2017 – Item 4(b) amended, the words “or departing citizen of Mauritius” inserted after the word “visitor” w.e.f 24 July 2017.
- FA 2006 – Paragraph (b) amended w.e.f 01.10.06.  
VAT Act 1998:-  
(b) *Any supply of goods made by an operator of a duty free shop situated at a place other than the port or airport, provided that the goods are delivered, under Customs control, to the visitor or traveller at the port or airport.*
- 472 FA 14/2005 – Item 5 amended w.e.f 21.04.05.
- FA 23/2001 – Item 5 replaced w.e.f 11.08.01 :-  
*The supply of goods or services, other than those specified in the First Schedule and in section 21(2) provided that the goods and services so supplied are meant wholly and exclusively for the freeport activities of the licensee.*
- FA 18/1999 w.e.f 1.09.99 :-  
*The supply of any goods or services, other than those specified in the First schedule, to a licensee in the freeport zone.*
- 473 FA 14/2005 –Paragraph (b) amended w.e.f 21.04.05.

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FA 20/2002 – Paragraph (b) replaced w.e.f 10.01.03:-

*The supply of services -*

(i) *by a holder of a management licence under the Financial Services Development Act 2001 in respect of services supplied to corporations holding a Category 1 Global Business Licence or a Category 2 Global Business Licence; or*

(ii) *by companies holding a Category 2 Banking Licence under the Banking Act.*

FA 18/1999 w.e.f 1.09.99:-

*The supply of services by companies holding an offshore management licence under the Mauritius Offshore Business Activities Act 1992.*

**474** FA 2024 – In Fifth Schedule, item 6(b) amended, by deleting and replacing the item, w.e.f 27 July 2024.

Previously was

*(i) by a holder of a management licence under the Financial Services Development Act 200 to corporations holding a Category 1 Global Business Licence or a Category 2 Global Business Licence; or*

**475** Act 33/2000 – Item 7 (a) added w.e.f 02.10.2000.

**476** FA 2018 – Sub-item (aa) deleted and replaced shall be deemed to have come into operation on 15 June 2018.

*(aa) Photovoltaic generators, photovoltaic panels, photovoltaic batteries and photovoltaic inverters.*

FA 2016 – Item 7 amended, sub-item (aa) deleted and replaced w.e.f. 7 September 2016.

7 (aa) Photovoltaic panels

FA 2013 - Item 7 of the Fifth Schedule amended, new paragraph (aa) inserted after paragraph (a) - shall come into operation on 1 January 2014.

**477** Act 33/2000 – Item 7 (b) added w.e.f 02.10.2000.

**478** Act 33/2000 – Item 7 (c) added w.e.f 02.10.2000.

**479** FA 2015 – Item 7 of the Fifth Schedule amended, new sub-item (d) added – w.e.f. 14 May 2015.

**480** Act 35/2001 – Item 8 added w.e.f 13.11.01.

**481** FA 14/2005 \_ Item 9 added w.e.f 21.04.05.

**482** FA 2017 – Item 10 amended, the figures “3204.11”, “3204.17”, “3204.19” and “3212.901” deleted and replaced by the figures “3204.11.00”, “3204.17.00”, “3204.19.00” and “3212.90.10”, respectively shall be deemed to have come into operation on 1 January 2017.

FA 2006 – Item 10 added w.e.f 01.10.06.

**483** FA 2006 – Item 11 added w.e.f 01.10.06.

**484** FA 2006 – Item 12 added w.e.f 01.10.06.

**485** FA 2006 – Item 13 added w.e.f 01.10.06.

**486** FA 2006 – Item 14 added w.e.f 01.10.06.

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- 487** FA 2006 – Item 15 added w.e.f 01.10.06.
- 488** FA 2006 – Item 16 added w.e.f 01.10.06.
- 489** FA 2006 – Item 17 added w.e.f 01.10.06.
- 490** FA 2017 – Item 18 amended, the figures “5601.211”, “5601.221” and “5601.291” deleted and replaced by the figures “5601.21.10”, “5601.22.10” and “5601.29.10”, respectively shall be deemed to have come into operation on 1 January 2017.
- FA 2006 – Item 18 added w.e.f 01.10.06.
- 491** FA 2006 – Item 19 added w.e.f 01.10.06.
- 492** FA 2006 – Item 20 added w.e.f 01.10.06.
- 493** FA 2006 – Item 21 added w.e.f 01.10.06.
- 494** FA 2006 – Item 22 added w.e.f 01.10.06.
- 495** FA 2006 – Item 23 added w.e.f 01.10.06.
- 496** FA 2006 – Item 24 added w.e.f 01.10.06.
- 497** FA 2017 – Item 25 amended, the figures “2834.21”, “2835.24” and “2833.21” deleted and replaced by the figures “2834.21.00”, “2835.24.00” and “2833.21.00”, respectively shall be deemed to have come into operation on 1 January 2017.
- 498** FA 2011 – New item 28 added w.e.f 15 December 2011.
- 499** FA 2016 – New items 29. to 33. added w.e.f. 7 September 2016.
- 500** FA 2018 – Item 31 amended, the figure “2018” deleted and replaced by the figure “2020” shall be deemed to have come into operation on 15 June 2018.
- FA 2017 – Item 31 amended, the figure “2017” deleted and replaced by the figure “2018” shall be deemed to have come into operation on 9 June 2017.
- 501** FA 2018 – Item 33 amended, new sub-item (b) added, the existing provision being lettered as sub-item (a) shall be deemed to have come into operation on 15 June 2018.
- FA 2017 – Item 33 amended, the words “, including patrol and monitoring equipment” added - shall be deemed to have come into operation on 9 June 2017.
- 502** FA 2017 – New item 34 added shall be deemed to have come into operation on 9 June 2017.
- 503** FA 2018 – New item 35 added shall be deemed to have come into operation on 13 September 2017.
- 504** FA 2018 – New item 36 added shall be deemed to have come into operation on 15 June 2018.
- 505** FA 2019 – New item 37 added w.e.f 25 July 2019.
- 506** FA 2020 – Item 38 amended, the words “by public service vehicles (excluding contract buses for transport of tourists and contract cars) and” inserted after the word “passengers” – shall come into operation on 1 October 2020.
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FA 2019 – New item 38 added w.e.f 25 July 2019.

FA 2007 – The notes appearing immediately after item 24 (at the end of the Schedule) repealed w.e.f 01.10.2006.

*[For the purposes of item 6 of this Schedule, any reference to services is a reference to services, other than those specified in the First Schedule.]*

**507** Covid M A 2020 – New item 39 added – shall be deemed to have come into operation on 24 March 2020.

**508** Covid M A 2020 – New item 40 added – shall be deemed to have come into operation on 24 March 2020.

**509** Covid M A 2020- New item 41 added – shall be deemed to have come into operation on 24 March 2020.

**510** FA 2021 – Item 42 deleted and replaced w.e.f 05 August 2021.

Previously was:

*42. Medical, hospital and dental services, including clinical laboratory services and services provided in a health institution.*

FA 2020 – New Item 42 added – shall come into operation on 1 October 2020.

**511** FA 2022 - new item 43 added, shall be deemed to have come into operation on 01 January 2022.

**512** FA 2023, in Fifth schedule, new item 44 added and shall be deemed to have come into operation on 5 June 2023.

**513** FA 2023, in Fifth schedule, new item 45 added and shall be deemed to have come into operation on 5 June 2023.

**514** FA 2023 - in Fifth schedule, new item 46 added and shall be deemed to have come into operation on 5 June 2023.

**515** FA 2023 - in Fifth schedule, new item 47 added and shall be deemed to have come into operation on 5 June 2023.

**516** FA 2023 - in Fifth schedule, new item 48 added and shall be deemed to have come into operation on 5 June 2023.

**517** FA 2023 - in Fifth schedule, new item 49 added and shall be deemed to have come into operation on 5 June 2023.

**518** FA 2023 - in Fifth schedule, new item 50 added and shall be deemed to have come into operation on 5 June 2023.

**519** FA 2024 – New item 50A inserted w.e.f 27 July 2024.

**520** FA 2023 - in Fifth schedule, new item 51 added and shall be deemed to have come into operation on 5 June 2023.

**521** FA 2023 - in Fifth schedule, new item 52 added and shall be deemed to have come into operation on 5 June 2023.

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- 522** FA 2023 - in Fifth schedule, new item 53 added and shall be deemed to have come into operation on 5 June 2023.
- 523** FA 2023 - in Fifth schedule, new item 54 added and shall be deemed to have come into operation on 5 June 2023.
- 524** FA 2023 - in Fifth schedule, new item 55 added and shall be deemed to have come into operation on 5 June 2023.
- 525** FA 2023 - in Fifth schedule, new item 56 added and shall be deemed to have come into operation on 5 June 2023.
- 526** FA 2023 - in Fifth schedule, new item 57 added and shall be deemed to have come into operation on 5 June 2023.
- 527** FA 2023 - in Fifth schedule, new item 58 added and shall be deemed to have come into operation on 5 June 2023.
- 528** FA 2023 - in Fifth schedule, new item 59 added and shall be deemed to have come into operation on 5 June 2023.
- 529** FA 2023 - in Fifth schedule, new item 60 added and shall be deemed to have come into operation on 5 June 2023.
- 530** FA 2023- In Fifth schedule, new item 61 added and shall be deemed to have come into operation on 5 June 2023.
- 531** FA 2013 - The words “2(f) and 2(o)” deleted and replaced by the words “2(f), (fa) and (o)”;  
Added by FA 2008 w.e.f. 15 July 2008.
- 532** FA 2020 – New notes added –shall come into operation on 1 October 2020.

**Previously was:**

“For the purposes of items 2(f), (fa) and (o) of this Schedule, “fish”, “meat of poultry” and “edible offal of poultry” -

- (a) include food preparations containing more than 20% by weight of fish, sausage, meat “(including meat of poultry) and an edible offal (including offal of poultry)”, or any combination thereof; but
- (b) exclude caviar and caviar substitutes of heading 16.04 and stuffed products of heading 19.02 or the preparations of heading No. 21.03 or 21.04.”.

FA 2013 - Paragraph (a) amended, the words “of poultry, edible offal of poultry,” deleted and replaced them by the words “(including meat of poultry) and an edible offal (including offal of poultry)” - shall come into operation on 1 January 2014.

- 533** FA 2020 – New notes added –shall come into operation on 1 October 2020.
- 534** FA 2020 – New notes added – shall come into operation on 1 October 2020.
- 535** FA 2006 – Sixth Schedule deleted and replaced w.e.f 01.10.06.

**SIXTH SCHEDULE***(section 15)***Annual turnover of taxable supplies**

2 million rupees

VAT Act 1998:-

**SIXTH SCHEDULE***(section 15)*

<b>Amount</b>	<b>Periods</b>
750,000 rupees	Any period of 3 months
1,500,000 rupees	Any period of 6 months
2,250,000 rupees	Any period of 9 months
3,000,000 rupees	Any period of 12 months

**536** FA 2015 – The Sixth Schedule amended, the figure “4” deleted and replaced by the figure “6” shall come into operation on 1 July 2015.

FA 2012 – The Sixth Schedule amended, the figure “2” deleted and replaced by the figure “4” shall come into operation on 1 April 2013.

**537** FA 2015 – Part II of the Seventh Schedule amended, items 3 and 4 deleted – shall be deemed to have come into operation on 1 April 2014.

3. *Mineral waters, aerated waters and soft drinks*

4. *Alcoholic drinks*

FA 2013 - Part II of the Seventh Schedule amended, new items 3. and 4. Added – shall come into operation on 1 April 2014.

FA 20/2002 – The Seventh Schedule replaced w.e.f 01.10.02.

FA 18/1999 The Seventh Schedule replaced w.e.f 07.09.98:-

**SEVENTH SCHEDULE***(sections 12(6))*

1. Motor spirit and gas oils
2. Liquified petroleum gas
3. Bars of iron or steel
4. Portland cement
5. Cigarettes containing tobacco

VAT Act 1998:-

**Seventh Schedule**

*(Sections 21(3) and 73)*

**Credit for input tax**

Where the proportion of the value of taxable supplies to the total turnover is –

9/10 or more, credit for input tax shall be ... 100 per cent

between 7/10 to 9/10, credit for input tax shall be ... 80 per cent

between 3/10 to 7/10, credit for input tax shall be ... 50 per cent

less than 3/10 credit for input tax shall be ... NIL

For the purposes of this Schedule, the proportion shall be computed by reference to the value of taxable supplies and the total turnover of the taxable person for the preceding accounting year.

**538** FA 18/1999 – Eighth Schedule deleted w.e.f 07.09.98.

VAT Act 1998 :-

**EIGHTH SCHEDULE**

*(SECTION 24)*

**Repayment of excess amount**

<b>Column 1</b>	<b>Column 2</b>
Proportion of zero-rated supplies to turnover of taxable supplies-	Proportion of excess amount repayable-
9/10 or more	100 per cent
between 7/10 to 9/10	80 per cent
between 3/10 to 7/10	50 per cent
less than 3/10	NIL

**539** FA 2006 – Item 3 amended w.e.f 07.08.06.

VAT Act 1998 :-

3.	<i>Any religious body approved by the Minister.<sup>539</sup></i>	<i>Goods (not being articles or materials intended either for the construction, repair or furnishing of buildings used for public worship or for the manufacture of things to be used in connection with public worship) for actual use in connection with public worship.</i>
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**540** FA 2006 – Item 4 amended w.e.f 07.08.06.

VAT Act 1998 :-

4.	<i>The Mauritius Red Cross Society, the St John's Ambulance (Mauritius), Mauritius Scouts Association, Mauritius Girl Guides Association and any other society, association or organisation approved by the Minister.<sup>540</sup></i>	<i>Articles directly related to their normal activities, not intended for sale.</i>
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**541** FA 2020 – Item 5 deleted – shall come into operation on 1 October 2020.

5.	Any person.	Any goods not exceeding 1,000 rupees in customs value imported in a single package where the Director-General is satisfied that the package is not part of a larger consignment.
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**542** FA 2017 – Item 6 amended, the words “Director of Civil Aviation” deleted and replaced by the words “Chairman, Managing Director, Manager, or the representative, of the airline company having an office in Mauritius” w.e.f 24 July 2017.

FA 2016 – Sub-item (2) amended, the word “Repairs” deleted and replaced by the words “Aircraft spare parts including aircraft engines, repairs” w.e.f. 7 September 2016.

**543** FA 2016 – Item 6 amended, new sub-item (4) added, w.e.f. 7 September 2016.

**544** FA 2019 – In Ninth Schedule, in item 6, new paragraphs (c), (d) and (e) added, w.e.f 25 July 2019.

**545** FA 2006 – Item 8 deleted w.e.f 01.10.06.  
VAT Act 1998 :-

8.	Enterprises engaged in line of activities approved by the Minister.	Specialised machinery and equipment and parts thereof and raw materials, as per list approved by the Minister.
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**546** Act 33/2000 – Item 9 amended w.e.f 2.10.00.

FA 18/1999 – Item 9 replaced w.e.f 07.09.98.

9.	<i>Diplomatic missions and agents.</i>	<i>Rent, electricity, water, telephone and other services.</i>
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VAT Act 1998 :-

9.	<i>The Mauritius Sugar Syndicate</i>	<i>Sugar for use or consumption in Mauritius.</i>
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**547** FA 2024 – In item 9, in Column 2, in paragraph (b) the word “purchased” deleted and replaced by the words “and services acquired” w.e.f 27 July 2024.

FA 2011 – Item 9 amended, under Column 2, a new paragraph (b) added, the existing provision being lettered (a) accordingly w.e.f 15 December 2011.

**548** FA 2013 - The Ninth Schedule amended, the words “and companies other than banks” inserted after the word “banks” in column 3 of item 10 - shall come into operation on 1 January 2014.

FA 28/2004 – Item 10 amended w.e.f 01.10.04 .

FA 18/2003 – Item 10 added w.e.f 21.07.03 :-

10	<i>Any company engaged wholly and exclusively in the registration and processing in Mauritius of bets placed on overseas sporting events by persons residing outside Mauritius.</i>	<i>Services provided by banks in respect of a credit card or debit card accepted by the company as payment for the supply of services it provides.</i>
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**549** FA 2021 – Item 11 deleted w.e.f 05 August 2021

11.	(a) Any person approved by the Higher Education Commission established under the Higher Education Act 2017, as a person engaged in the provision of tertiary education.  (b) Any person engaged in the construction of a purpose-built building for the provision of tertiary education to be leased exclusively to a person approved by the Higher Education Commission established under the Higher Education Act 2017, as a person engaged in the provision of tertiary education.	Construction of a purpose-built building for the provision of tertiary education, as may be approved by the Higher Education Commission.  Construction of a purpose-built building for the provision of tertiary education to be leased exclusively to a person approved by the Higher Education Commission.
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FA 2020 – Item 11 amended, by deleting the words “Tertiary Education Commission” and “Tertiary Education Commission Act” wherever they appear and replacing them by the words “Higher Education Commission” and “Higher Education Act 2017” w.e.f 7 August 2020.

**550** FA 2018 – Item 12 of the Ninth Schedule deleted and replaced shall be deemed to have come into operation on 15 June 2018.

12.	<i>Any holder of a road service licence for the transport of the general public by bus.</i>	<i>Semi-low floor bus bodies built on chassis for semi-low floor buses.</i>
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FA 2016 – Column 2 of Item 12 amended, the words “Bus bodies built during the period up to 31 August 2007 on imported bus chassis” deleted and replaced by the words “Semi-low floor bus bodies built on chassis for semi-low floor buses” w.e.f. 7 September 2016.

FA 14/2005 – Item 12 added w.e.f 21.04.05.

**551** FA 2021 – Item 13 deleted w.e.f 05 August 2021

13.	Any person having obtained a letter of intent to be licensed as –  (a) a private hospital under the Private Health Institutions Act;  (b) a nursing home under the Private Health Institutions Act holding a licence for residential care home under the Residential Care Homes Act; or  (a) a residential care home under the Residential Care Homes Act, registered with the Board of Investment under section 12 of the Investment Promotion Act.	Construction of a purpose-built building for a private hospital, nursing home or residential care home.
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FA 2017 – Item 13 amended, in Column 1, the word “company” deleted and replaced the words “person having obtained a letter of intent to be” w.e.f 24 July 2017.

FA 2016 –Item 13 deleted and replaced w.e.f. 7 September 2016.

13.	Any company registered with the Board of Investment established under the Investment Promotion Act, as a company licensed as a private hospital under the Private Health Institutions Act.	Construction of a purpose-built building for the operation of a private hospital.
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FA 2015 – The words “engaged in the provision of health services” in Column 1 of item 13 deleted and replaced by the words “licensed as a private hospital under the Private Health Institutions Act” and in Column 2, the words “provision of health services” deleted and replaced by the words “operation of a private hospital” - - w.e.f. 14 May 2015.

FA 2006 – Item 13 added shall be deemed to have come into operation on 21 March 2006.

**552** FA 2011 – The Ninth Schedule amended - Item 14 deleted and replaced - w.e.f 15 December 2011.

FA 2006 – Item 14 added w.e.f 01.10.06.

14.	National Housing Development Company Ltd.	Construction of housing estates.
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**553** FA 2017 – Item 14(2) amended, in Column 1, the words “committee set up under section 50L(3) of the Income Tax Act” deleted and replaced by the words “National Empowerment Foundation” shall be deemed to have come into operation on 8 September 2016.

**554** FA 2021 – New item 14(3) added, shall be deemed to have come into operation on 01 September 2020.

**555** FA 2021 – New item 14(4) added, shall be deemed to have come into operation on 03 February 2021.

**556** FA 2012 – Paragraph (a), in Column 2 amended, the words “and any improvement or repairs of a capital nature in relation thereto” added after the word “housing” and paragraph (b) amended , in Column 2, by adding the words “Construction of social housing” - shall be deemed to have come into operation on 22 August 2012.

**557** FA 2015 –New item 15 added w.e.f. 14 May 2015.

**558** FA 2021 –Item 16 deleted and replaced w.e.f. 05 August 2021

<b>16.</b>	Any company engaged in the exploration and production of petroleum products.	Plant, machinery and equipment for exclusive use in the exploration and production of petroleum products.
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FA 2015 –New item 16 added w.e.f. 14 May 2015.

**559** FA 2021 –Item 17 deleted and replaced w.e.f. 05 August 2021

<b>17.</b>	Any company engaged in the exploration and mining of seabed minerals.	Plant, machinery and equipment for exclusive use in the exploration and mining of seabed minerals.
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FA 2016 – New item 17. Added w.e.f. 7 September 2016.

**560** FA 2024 - In item 18, in Column 1, the words “or a donor organisation” inserted after the words “foreign State”, w.e.f 27 July 2024.

FA 2017 – New item 18 added w.e.f 24 July 2017.

**561** FA 2021 –Item 19 deleted w.e.f. 05 August 2021

<b>19.</b>	Any person operating a food processing plant and registered with the Economic Development Board under the Economic Development Board Act 2017.	Plant, machinery and equipment for exclusive use in food processing activities.
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FA 2019 – In Ninth Schedule, in item 19, the words “Board of Investment under section 12 of the Investment Promotion Act” deleted and replaced by the words “Economic Development Board under the Economic Development Board Act 2017”- shall be deemed to have come into operation on 27 July 2017.

FA 2017 – New item 19 added w.e.f 24 July 2017.

**562** FA 2021 –Item 20 deleted w.e.f. 05 August 2021

<b>20.</b>	Any person engaged in the development of a marina and registered with the Economic Development Board under the Economic Development Board Act 2017.	Construction of a marina.
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FA 2019 – In Ninth Schedule, new item 20 added -w.e.f 25 July 2019.

**563** FA 2021 –Item 21 deleted w.e.f. 05 August 2021

21.	Any person engaged in medical research and development and registered with the Economic Development Board under the Economic Development Board Act 2017.	(1) Construction of purpose built building for medical research; and (2) plant and equipment (excluding vehicles), as the Economic Development Board may approve.
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FA 2020- New items and their corresponding entries added – w.e.f 7 August 2020.

564 FA 2021 –Item 22 deleted w.e.f. 05 August 2021

22.	Any person engaged in inland aquaculture under the Inland Aquaculture Scheme and registered with the Economic Development Board under the Economic Development Board Act 2017.	Equipment (excluding office equipment, furniture and vehicles) for the exclusive use of, or in furtherance of, the inland aquaculture project, as the Ministry responsible for the subjects of marine resources and fisheries may approve.
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FA 2020 – New items and their corresponding entries added – w.e.f 7 August 2020.

565 FA 2021 –Item 23 deleted w.e.f. 05 August 2021

23.	Any person approved by the Higher Education Commission established under the Higher Education Act 2017 as being, at the time of its setting up, a branch campus of an institution ranked among the first 500 tertiary institutions worldwide.	Information technology system and information technology related materials and equipment, for the purpose of online education at the time of the setting up of the branch campus in Mauritius, as the Higher Education Commission may approve.
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FA 2020 – New items and their corresponding entries added – w.e.f 7 August 2020.

566 FA 2021 –Item 24 deleted w.e.f. 05 August 2021

24.	Any holder of a Smart and Innovative Mauritius Development Certificate issued by the Economic Development Board under the Economic Development Board Act 2017 under the Smart and Innovative Mauritius Development Scheme.	(1) Construction of a purpose built building and related infrastructure; and (2) plant, machinery, equipment and materials (excluding vehicles), in respect of the setting up of the smart and innovative-driven project as the Economic Development Board may approve.
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FA 2020 – New items and their corresponding entries added – w.e.f 7 August 2020.

567 FA 2021 – New item 25 and its corresponding entries added – w.e.f 5 August 2021.

568 FA 2021 – New item 26 and its corresponding entries added – w.e.f 5 August 2021.

569 FA 2024 - In item 27, the words “primary, secondary or tertiary education” deleted wherever it appears and replaced by the words “pre-primary, primary, secondary or tertiary education or technical and vocational education and training” w.e.f 18 September 2023 insofar as it relates to technical and vocational education and training.

FA 2023- Ninth Schedule- In item 27 the word “tertiary” deleted wherever it appears and replaced

- by the words “primary, secondary or tertiary” w.e.f 20 July 2023.
- FA 2021 – New item 27(a) and its corresponding entries added – w.e.f 5 August 2021.
- 570** FA 2024 - In item 27, the words “primary, secondary or tertiary education” deleted wherever it appears and replaced by the words “pre-primary, primary, secondary or tertiary education or technical and vocational education and training” w.e.f 18 September 2023 insofar as it relates to technical and vocational education and training.
- FA 2023- Ninth Schedule- In item 27 the word “tertiary” deleted wherever it appears and replaced by the words “primary, secondary or tertiary” w.e.f 20 July 2023.
- FA 2021 – New item 27(b) and its corresponding entries added – w.e.f 5 August 2021.
- 571** FA 2024 - In item 27, the words “primary, secondary or tertiary education” deleted wherever it appears and replaced by the words “pre-primary, primary, secondary or tertiary education or technical and vocational education and training” w.e.f 18 September 2023 insofar as it relates to technical and vocational education and training.
- 572** FA 2024 - In item 27, the words “primary, secondary or tertiary education” deleted wherever it appears and replaced by the words “pre-primary, primary, secondary or tertiary education or technical and vocational education and training” w.e.f 18 September 2023 insofar as it relates to technical and vocational education and training.
- 573** FA 2022 – New item 28 and its corresponding entries added – w.e.f 02 August 2022.
- 574** FA 2023- Ninth Schedule- New item 29 and its corresponding entries added shall be deemed to have come into operation on 15 September 2022.
- 575** FA 2023- Ninth Schedule- New item 30 and its corresponding entries added shall be deemed to have come into operation on 30 March 2023.
- 576** FA 2024 - In item 30, in Column 2, the words “(excluding vehicles)” deleted w.e.f 01 August 2023.
- 577** FA 2023- Ninth Schedule- New item 31 and its corresponding entries added shall be deemed to have come into operation on 1 October 2023.
- 578** FA 2002 – The Tenth Schedule added , Part I w.e.f 01.09.2002 and Part II w.e.f 01.12.2002
- 579** FA 2006 – Item 4 amended w.e.f 01.10.06.  
*4 Architect and or draughtsman*
- 580** The Financial Services Act 2007 - Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.
- 581** FA 2019 – Part I of the Tenth Schedule amended, new item added w.e.f 25 July 2019.
- 582** FA 2006 – Item 21 deleted w.e.f 01.10.06.*Tour operator*
- 583** FA 2006 – Item 22 deleted w.e.f 01.10.06..  
*Travel agent registered with the International Air Transport Association (IATA)*
- 584** FA 18/2003 – Item 23 added w.e.f 01.10.03.
- 585** FA 2006 – Item 24 deleted w.e.f 01.10.06.

FA 18/2003 – Item 24 added w.e.f 01.10.03.

*24 Car rental*

**586** FA 2015 – Item 25 of Part I the Tenth Schedule deleted and replaced shall come into operation on 1 July 2015.

FA 2006 – Item 25 added w.e.f 01.10.06.

*25. Dealers registered with the Assay Office under the Jewellery Act*

**587** The Financial Services Act 2007 - Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.

FA 14/2005 – Item 1 of Part II replaced w.e.f 01.07.05.

FA 20/2002 – Item 1 of Part II added w.e.f 10.01.03 :-

*Banking by a company holding a Category 1 banking Licence under the Banking Act.*

**588** FA 2011 – Item 2 of Part II of The Tenth Schedule deleted - w.e.f 15 December 2011.

FA 18/2003 – Item 2 replaced; paragraph (a) w.e.f 01.09.03 and paragraph (b) w.e.f 01.10.03.

- (a) Insurance agent under the Insurance Act except the business in respect of contracts of life insurance entered into prior to 10 January 2003.
- (b) Insurance broker under the Insurance Act except the business in respect of contracts of life insurance entered prior to 1 October 2003.

FA 20/2002 – Item 2 added w.e.f 10.01.03 :-

*Insurance agent under the Insurance Act.*

**589** The Financial Services Act 2007 - Section 97\_ Consequential amendments Item (14) - A reference in any enactment to the Financial Services Development Act 2001 shall be construed as a reference to the Financial Services Act 2007.

**590** FA 18/2003 – Item 4 added w.e.f 01.10.03.

**591** FA 2019 – Item 5 of Part II of the Tenth Schedule deleted- w.e.f 25 July 2019.

Previously was:

*Wholesale dealer in liquor and alcoholic produce*

FA 2017 – New item added in Part II of the Tenth Schedule shall come into operation on 1 October 2017.

**592** FA 18/2003 - Note added w.e.f 01.09.03

**593** FA 2006 – Eleventh Schedule added w.e.f 01.07.06.

**594** FA 2015 – Part III of the Eleventh Schedule deleted shall come into operation on 1 July 2015.

FA 2011 – The Eleventh Schedule amended, by adding after Part II, the following new Part III shall come into operation on 15 January 2012.

**PART III - RATE OF LEVY**

*Per message**10 cents*

- 595 FA 2018 – The heading of Part I amended, the words “**AND SERVICES**” inserted after the word “**EQUIPMENT**” shall be deemed to have come into operation on 15 June 2018.
- FA 2013 - The Twelfth Schedule amended, the words “[Section 65(1A) and (1B)]” deleted and replaced by the words “[Sections 65A and 65C]” - shall come into operation on 1 January 2014.
- FA 2011 – The Twelfth Schedule added - w.e.f 15 December 2011.
- 596 FA 2022- Part I of Twelfth Schedule amended by inserting after the word “planter”, the words “, a group of small farmers”, w.e.f 02 August 2022.
- 597 FA 2012 – Part I amended, the following new items added w.e.f. 22 December 2012.
- 598 FA 2013 – New items added - shall come into operation on 1 January 2014.
- 599 GN 187 of 2016 – w.e.f. 1 September 2016.
- 600 FA 2017 –New items inserted in Part I, in the appropriate alphabetical order w.e.f 24 July 2017.
- 601 FA 2018 – The following new items inserted shall be deemed to have come into operation on 15 June 2018.
- 602 FA 2019 – The following new items inserted - w.e.f 25 July 2019.
- 603 FA 2023 –Twelfth schedule in Part I new items inserted - w.e.f 20 July 2023.
- 604 FA 2012 – The following new item “Industrial type chill room or cold room” added in Parts II, III and V, w.e.f. 22 December 2012.
- 605 FA 2017 – New items inserted in Part II, in the appropriate alphabetical order w.e.f 24 July 2017.
- 606 FA 2017 – New items inserted in Part III, in the appropriate alphabetical order w.e.f 24 July 2017.
- 607 FA 2019 – New items inserted in Part III, in the appropriate alphabetical order w.e.f 25 July 2019.
- 608 FA 2023 – Twelfth schedule in Part III new item inserted - w.e.f 20 July 2023.
- 609 FA 2012 – The following new item “Honey extractor” added in Parts IV w.e.f. 22 December 2012.
- 610 FA 2019 – Part V amended, the words “of less than 25 hp” deleted – w.e.f 25 July 2019.
- 611 FA 2017 –The words “**AND MACHINERY**” deleted in the heading of Part VI w.e.f 24 July 2017.
- FA 2012 – New Part IV added w.e.f. 22 December 2012.
- 612 FA 2017 – New Part VIA inserted after Part VI w.e.f 24 July 2017.
- 613 FA 2023- Twelfth schedule- Part VIB repealed, shall come into operation on 3 November 2023.

Previously was:

***PART VIB – MUSICAL INSTRUMENTS APPLICABLE TO A  
MEMBER OF THE MAURITIUS SOCIETY OF AUTHORS***

*Accordion*  
*Clarinet*  
*Cymbal*  
*Dhol*  
*Drum set*  
*Electric keyboard*  
*Flute*  
*Guitar*  
*Harmonica*  
*Piano*  
*Trumpet*  
*Violin*

*Other musical instruments under Chapter 92 of Part I of the First Schedule to the Customs Tariff Act*  
*Parts and accessories for the abovementioned musical instruments*

FA 2018 – New Part VIB inserting, after Part VIA shall be deemed to have come into operation on 15 June 2018.

**614** FA 2013 – New Part VII added - shall come into operation on 1 January 2014. Renumbered 1 to 9 as per Revised Laws of Mauritius 2017

**615** Renumbered paragraph 2 as per Revised Laws of Mauritius 2017

FA 2019 – In paragraph (b) of Part VII of the Twelfth Schedule, the figures “2019” and “2020” deleted and replaced by the figures “2024” and “2025”, respectively w.e.f 25 July 2019.

GN 187 of 2016 – Paragraph (b) amended the figures "2017" and "2018" deleted and replaced by the figures "2019" and "2020", respectively w.e.f. 1 September 2016.

GN 187 of 2016 – Paragraph (b) amended – The words ", house" inserted after the word "building" w.e.f. 1 September 2016.

FA 2015 – In Paragraph (b) of Part VII of the Twelfth Schedule, the words “to 2016” deleted and replaced by the words “to 2017 and in the period of 6 months ending 30 June 2018” w.e.f. 14 May 2015.

**616** Renumbered paragraph 3 as per Revised Laws of Mauritius 2017

GN 187 of 2016 – Paragraph (c) deleted w.e.f. 1 September 2016.

*(c) the construction of a residential building or residential apartment shall not be on an existing building;*

**617** Renumbered paragraph 4 as per Revised Laws of Mauritius 2017

GN 187 of 2016 – Paragraph (d) deleted w.e.f. 1 September 2016.

*(d) the floor area of the residential building or the residential apartment shall not exceed 158.283 square metres (1500 pieds carré);*

**618** FA 2022 - Item 5 deleted, shall come into operation on 3 October 2022.

Previously

*5. the cost of the construction of a residential building or house or the purchase price of a residential apartment shall not exceed 3 million rupees;*



FA 2021 – In item 5 of Part VII of the Twelfth Schedule, the words “5 million rupees” deleted and replaced by the words “3 million rupees” - shall be deemed to have come into operation on 12 June 2021.

Renumbered paragraph 5 as per Revised Laws of Mauritius 2017

FA 2019 – In paragraph (e) of Part VII of the Twelfth Schedule, the words “4 million rupees” deleted and replaced by the words “5 million rupees” w.e.f 25 July 2019.

GN 187 of 2016 – Paragraph (e) amended, the words "or house" inserted after the word "building" and the figure "2.5" deleted and replaced it by the figure "4" w.e.f. 1 September 2016.

**619** FA 2022 – new item 5A added, shall come into operation on 3 October 2022.

**620** FA 2023- In the Twelfth Schedule in Part VII, new item 5B inserted shall come into operation on 1 September 2023.

**621** FA 2021 – In item 6 of Part VII of the Twelfth Schedule, the words “3.5 million rupees” have been deleted and replaced by the words “one million rupees” - shall be deemed to have come into operation on 12 June 2021.

Renumbered paragraph 6 as per Revised Laws of Mauritius 2017

FA 2019 – In paragraph (f) of Part VII of the Twelfth Schedule, the words “2 million rupees” have been deleted and replaced by the words “3.5 million rupees” w.e.f 25 July 2019.

GN 187 of 2016 – Paragraph (f) amended, the words "average total monthly" and the figure "50,000" deleted and replaced by the words "annual" and "2 million", respectively - w.e.f. 1 September 2016.

**622** Renumbered paragraph 7 as per Revised Laws of Mauritius 2017

GN 187 of 2016 – Paragraph (g) amended, the words ", house" inserted after the word "building" - w.e.f. 1 September 2016.

**623** FA 2021 – In item 8 of Part VII of the Twelfth Schedule, the words “500,000 rupees” have been deleted and replaced by the words “300,000 rupees”- shall be deemed to have come into operation on 12 June 2021.

Renumbered paragraph 8 as per Revised Laws of Mauritius 2017

GN 187 of 2016 – Paragraph (h) amended, the figure "300,000" deleted and replaced by the figure "500,000"; w.e.f. 1 September 2016.

**624** FA 2021 – New item 8A inserted in Part VII of the Twelfth Schedule, shall be deemed to have come into operation on 12 June 2021.

**625** Renumbered paragraph 9 as per Revised Laws of Mauritius 2017

GN 187 of 2016 – New paragraph (i) added w.e.f. 1 September 2016.

**626** FA 2022 – The Thirteenth Schedule added, shall come into operation on a date to be fixed by Proclamation.

FA 2016 – The Thirteenth Schedule repealed - shall be deemed to have come into operation on 1 July 2016.

**THIRTEENTH SCHEDULE [Section 27C(1)]**  
**DEDUCTION FROM AMOUNT OF VAT CHARGEABLE**

<i>Goods and services exceeding 300,000 rupees in respect of –</i>	<i>Rate of deduction</i>
<i>a contract for the construction or repair of any building, road or other structure or execution of any works, and includes mechanical or electrical works;</i>	<i>30 per cent</i>
<i>any other contract.</i>	<i>50 per cent</i>

Proclamation No. 10 of 2016 – The Thirteenth Schedule shall come into operation on 1 July 2016.

FA 2015 – The Thirteenth Schedule added shall come into operation on a date to be fixed by Proclamation.