

**VATR 110****Facts**

A is engaged in the sale of chilled and frozen meat of poultry and is a VAT registered person.

A is diversifying its activities and is now producing and selling a type of product called "Oeufs Roti". In order to make this product, eggs are boiled and the shell is being removed. After this process, the eggs are boiled again in spices until they reach a dark brown colour and impart a spicy flavour. The finished products are then vacuum packed and sold as chilled packs of four or six eggs.

**Point at issue**

Whether the supply of "Oeufs Roti" produced by A is a zero-rated supply?

**Ruling**

On the basis of the facts mentioned above, it is ruled that the sale of "Oeufs Roti" made by A constitutes a taxable supply as provided in section 9(3) of the Value Added Tax Act. However, since the supply does not fall within the purview of the Fifth Schedule to the Value Added Tax Act, it would attract VAT at 15%.