

VAT R23

Facts

E Ltd is a company registered for VAT and is engaged in the preservation of the environment. It provides services such as the collection of used oil, sludge and hydrocarbon waste from such waste-producers throughout the island as well as from ships berthed in Port Louis, owned by non-resident companies and not registered in Mauritius.

E Ltd invoices the non-resident companies operating the foreign vessels in respect of the charges for the collection of the used oil and wastes from their vessels.

Point in issue

Whether it can be confirmed that the supply of services to the non-resident companies operating the foreign vessels is a zero-rated supply.

Ruling

It is confirmed that the supply of services made to the non-resident companies operating the foreign vessels is a zero-rated supply pursuant to Section 11 of the VAT Act 1998 and in accordance with item 6(a) of the Fifth Schedule to the Act.